School Jurisdictions Audited Financial Statements For the Year Ended August 31, 2002

Section 3
New Horizons Charter School Society to Wolf Creek School Division No. 72

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School Jurisdictions
Audited Financial Statements

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School Jurisdiction Code 6015

AUDITED
FINANCIAL STATEMENTS
and Supporting Schedules
FOR THE YEAR ENDED AUGUST 31, 2002

[School Act, Sections 147(2)(a), 151(1) and 276]

THE NEW HORIZONS CHARTER SCHOOL SOCIETY
Name of School Jurisdiction

3 Spruce Avenue, Sherwood Park, AB, T8A 2B6
Mailing Address

(780) 467-6409 and (780) 417-1786
Telephone and Fax Numbers

SCHOOL JURISDICTION MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The financial statements and supporting schedules The New Horizons Charter School Society
(Name of School Jurisdiction)
presented to Alberta Learning have been prepared by school jurisdiction management which has responsibility for their preparation, integrity and objectivity. The financial statements and schedules, including notes, have been prepared in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

In fulfilling its reporting responsibilities, management has maintained internal control systems and procedures designed to provide reasonable assurance that the school jurisdiction's assets are safeguarded, that transactions are executed in accordance with appropriate authorization and that accounting records may be relied upon to properly reflect the school jurisdiction's transactions. The effectiveness of the control systems is supported by the selection and training of qualified personnel, an organizational structure that provides an appropriate division of responsibility and a strong budgetary system of control.

Board of Trustees Responsibility
The ultimate responsibility for the financial statements lies with the Board of Trustees. The Board reviewed the financial statements with management in detail and the Board approved the financial statements for release.

External Auditors
The Board appoints external auditors to audit the financial statements and meets with the auditors to review their findings. The external auditors have full and free access to school jurisdiction records.

Declaration of Management and Board Chairman
To the best of our knowledge and belief, these financial statements and supporting schedules reflect, in all material respects, the financial position and results of operations and cash flows for the year in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

BOARD CHAIRMAN
Pat Brideaux — P Brideaux
Name — Signature

SUPERINTENDENT
Gordon J. Welch
Name — Signature

SECRETARY TREASURER OR TREASURER
G. (Fred) de Kleine
Name — Signature

19-Nov-02
Dated:

c.c. ALBERTA LEARNING, School Reporting Branch,
8th Floor Commerce Place, 10155-102 Street, Edmonton AB T5J 4L5
EMAIL: [illegible]@gov.ab.ca
PHONE: (780) 427-[illegible] FAX: (780) 422-6996

School Jurisdiction Code: 6015

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J. P. Vleeming Professional Corporation
Chartered Accountant

AUDITOR'S REPORT

To the Board of Directors of
NEW HORIZONS CHARTER SCHOOL SOCIETY

I have audited the statement of financial position of the New Horizons Charter School Society as at August 31, 2002, and the statements of revenues and expenses, cash flows, changes in net assets and capital allocations for the year then ended. These financial statements are the responsibility of the charter school authority's management. My responsibility is to express an opinion on these financial statements based on my audit.

I conducted my audit in accordance with generally accepted auditing standards. Those standards require that I plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In my opinion, these financial statements present fairly, in all material aspects, the financial position of the charter school authority as at August 31, 2002 and the results of its operations, changes in cash flows, net assets and capital allocations for the year ended in accordance with generally accepted accounting principles.

My audit was conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The supplementary information included in Schedules A through G is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such supplementary information has been to the auditing procedures applied in the audit of the basic financial statements and in my opinion, is fairly stated, in all material respects, in relation to the basic financial statements takes as a whole.

Chartered Accountant

Sherwood Park, Alberta
November 7, 2002

[illegible] 2003

School Jurisdiction Code: 6015

STATEMENT OF FINANCIAL POSITION

as at August 31

(in dollars)

		2002	2001
ASSETS			
Current assets			
Cash and temporary investments		$150,691	$122,686
Accounts receivable (net after allowances)			
Province of Alberta		$7,213	$6,966
Federal Government and/or First Nations		$3,173	$2,883
Alberta municipalities		$0	$0
Other Alberta school jurisdictions		$0	$0
Other		$426	$2,770
Prepaid expenses		$18,803	$6,771
Other current assets		$0	$0
Total current assets		$180,305	$142,077
School generated assets		$3,966	$0
Trust assets		$0	$0
Capital assets			
Land		$0	$0
Buildings	$0	$0	$0
Less: accumulated amortization	$0		
Equipment	$20,914	$6,608	$17,091
Less: accumulated amortization	($14,306)		
Vehicles	$0	$0	$0
Less: accumulated amortization	$0		
Total capital assets		$6,608	$17,091
TOTAL ASSETS		$190,879	$159,168
LIABILITIES			
Current liabilities			
Bank indebtedness		$0	$0
Accounts payable and accrued liabilities			
Province of Alberta		$0	$0
Federal Government and/or First Nations		$0	$0
Alberta municipalities		$0	$0
Other Alberta school jurisdictions		$0	$0
Other		$20,029	$9,650
Deferred revenue		$8,929	$7,414
Deferred capital allocations		$0	$0
Current portion of all long term debt		$0	$0
Total current liabilities		$28,958	$17,064
School generated liabilities		$3,966	$0
Trust liabilities		$0	$0
Unfunded employee future benefit liability		$0	$0
Long term debt			
Supported: Debentures and other supported debt		$0	$0
Less: Current portion of supported debt		$0	$0
Unsupported: Debentures and Capital Loans		$0	$0
Capital Leases		$0	$0
Mortgages		$0	$0
Less: Current portion of unsupported debt		$0	$0
Unamortized capital allocations		$0	$0
Total long term liabilities		$3,966	$0
TOTAL LIABILITIES		$32,924	$17,064
NET ASSETS			
Unrestricted net assets		$67,151	$49,569
Operating Reserves		$16,475	$10,306
Accumulated Operating Surplus (Deficit)		$83,626	$59,875
Investment in capital assets		$6,609	$17,091
Capital Reserves		$67,720	$65,138
Total Capital Funds		$74,329	$82,229
Total net assets		$157,955	$142,104
TOTAL LIABILITIES AND NET ASSETS		$190,879	$159,168

School Jurisdiction Code: 6015

STATEMENT OF REVENUES AND EXPENSES

for the Year Ended August 31

(in dollars)

	Actual 2002	Budget 2002 (1)	Actual 2001 (2)
REVENUES			
Alberta Learning	$639,682	$664,174	$693,801
Alberta Infrastructure	$96,777	$60,990	$61,857
Alberta Finance	$0	$0	$0
Other Government of Alberta	$0	$0	$0
Federal Government and/or First Nations	$0	$3,000	$5,704
Other Alberta school authorities	$0	$0	$0
Out of province local authorities	$0	$0	$0
Alberta Municipalities (excluding supplementary requisitions)	$0	$0	$0
Instruction resource fees	$12,867	$20,960	$27,106
Transportation fees	$0	$3,060	$3,161
Other sales and services	$0	$0	$0
Investment income	$3,330	$1,500	$6,197
Gifts and donations	$0	$500	$483
Rentals of facilities	$5,814	$5,500	$5,490
Net school generated funds	$2,381	$12,000	$7,123
Gains on disposal of capital assets	$0	$0	$0
Amortization of capital allocations	$0	$0	$0
Total Revenues	$760,850	$771,684	$810,922
EXPENSES			
Certificated salaries	$421,725	$406,612	$469,807
Certificated benefits	$39,436	$39,962	$37,065
Uncertificated salaries and wages	$69,453	$50,240	$82,877
Uncertificated benefits	$3,655	$4,323	$5,421
Services, contracts and supplies	$196,891	$231,933	$230,456
Net school generated funds	$2,381	$12,000	$7,123
Capital and debt services			
Amortization of capital assets			
Supported	$0	$0	$0
Unsupported	$10,482	$23,364	$28,263
Total Amortization of capital assets	$10,482	$23,364	$28,263
Interest on capital debt			
Supported	$0	$0	$0
Unsupported	$0	$0	$0
Total Interest on capital debt	$0	$0	$0
Other interest charges	$976	$1,305	$683
Losses on disposal of capital assets	$0	$0	$0
Total Expenses	$744,999	$769,739	$861,695
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES BEFORE FUNDING ALLOCATED FOR CAPITAL PURPOSES	$15,851	$1,945	($50,773)
Block BQRP revenue used for capital purposes	$0	$0	$0
Block MOD revenue used for capital purposes	$0	$0	$0
1999 One-time grant revenue used for capital purposes	$0	$0	$0
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES	$15,851	$1,945	($50,773)

Note (1) 2001-2002 budget numbers as restated or taken from the finalized Budget Report pursuant to section 147(2)(b) of the School Act.

Note (2) 2000-2001 actuals as restated or taken from the finalized audited financial statements pursuant to Section 147(2)(a) of the School Act.

School Jurisdiction Code: 6015

STATEMENT OF CASH FLOWS

for the Year Ended August 31

(in dollars)

		2002	2001
CASH FLOWS FROM:			
A. OPERATIONS			
Surplus (deficit) of revenues over expenses for the year		$15,851	($50,773)
Add (Deduct) items not requiring cash:			
Amortization of capital allocations revenue		$0	$0
Total amortization expense		$10,482	$28,263
Gains on disposal of capital assets		$0	$0
Losses on sale of capital assets		$0	$0
Changes in accrued accounts:			
Accounts receivable		$1,808	($9,104)
Prepaids and other current assets		($12,031)	($1,771)
Payables and accrued liabilities		$10,379	$5,961
Deferred revenue		$1,515	($7,414)
Unfunded employee future benefit expense (recovery)		$0	$0
Other (e.g. change in net trust liabilities)		$0	$0
Total sources (uses) of cash from Operations		$28,004	($34,838)
B. INVESTING ACTIVITIES			
Purchases of capital assets			
Land		$0	$0
Buildings		$0	$0
Equipment		$0	$0
Vehicles		$0	$0
Proceeds from disposal of capital assets		$0	$0
Other (describe)		$0	$0
Total sources (uses) of cash from Investing activities		$0	$0
C. FINANCING ACTIVITIES			
Capital allocations received		$0	$0
Issue of long term debt		$0	$0
Repayment of long term debt		$0	$0
Add back: supported portion		$0	$0
Total sources (uses) from Financing activities		$0	$0
Net sources (uses) of cash equivalents* during year		$28,004	($34,838)
Cash Equivalents at the beginning of the year		$122,686	$157,524
Cash Equivalents at the end of the year	$150,691	$150,691	$122,686

Note: Cash equivalents consist of:
- cash and temporary investments
- bank indebtedness

School Jurisdiction Code: 0

STATEMENT OF CHANGES IN NET ASSETS
for the Year Ended August 31, 2002
(in dollars)

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)	(14)	(15)
				TOTAL	RESTRICTED NET ASSETS										
	TOTAL	INVESTMENT	UNRESTRICTED	RESTRICTED	School Based		Alberta Infrastructure			Board & System Admin.		Transportation		External Services	
	NET ASSETS (Columns 2+3+4	IN CAPITAL ASSETS	NET ASSETS	NET ASSETS Columns 5 to 15	Unsupported Operating Reserves	Unsupported Capital (Vehicle. Equip) Reserves	Unsupported O& M Operating Reserves	Supported School (Bldg/Land) Capital Reserves	Unsupported Capital (Bldg. Vehicle.Equip) Reserves	Unsupported Operating Reserves	Unsupported Capital (Bldg. Vehicle.Equip) Reserves	Unsupported Operating Reserves	Unsupported Capital (Bldg. Vehicle.Equip) Reserves	Unsupported Operating Reserves	Unsupported Capital (Bldg. Vehicle.Equip) Reserves
Balance at August 31, 2001	$144,616	$17,091	$52,081	$75,444	$0	$0	$0	$0	$65,138	$9,977	$0	$329	$0	$0	$0
Prior period adjustments (describe)															
Adjust for AISI previous yeas surplus	($2,512)	$0	($2,512)	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
Adjusted Balance, Aug. 31, 2001	$142,104	$17,091	$49,569	$75,444	$0	$0	$0	$0	$65,138	$9,977	$0	$329	$0	$0	$0
Surplus(def) of revenue over expenses	$15,851		$15,851												
Block BQRP funded capital transactions		$0	$0												
Block MOD funded capital transactions		$0	$0												
Board funded capital transactions		$0	$0	$0	$0	$0	$0		$0	$0	$0	$0	$0	$0	$0
Donations of non-amortizable assets	$0	$0													
Amortization of capital assets		($10,482)	$10,482												
Amortization of capital allocations		$0	$0												
Disposal of unsupported capital assets		$0	$0	$0		$0			$0		$0		$0		$0
Disposal of supported capital assets	$0	$0	$0	$0				$0							
Debt principal payments (unsupported)		$0	$0	$0	$0	$0	$0	$0	$0	$0	$0				
Net transfers to operating reserves			($6,169)	$6,169	$0	$0	$640	$0	$0	$4,979	$0	$550	$0	$0	$0
Net transfers from operating reserves			$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
Net transfers to capital reserves			($2,582)	$2,582	$0	$0	$0	$0	$2,582	$0	$0	$0	$0	$0	$0
Net transfers from capital reserves	$0		$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
Balance at August 31, 2002	$157,955	$6,609	$67,151	$84,195	$0	$0	$640	$0	$67,720	$14,956	$0	$879	$0	$0	$0

School Jurisdiction Code: 6015

STATEMENT OF CAPITAL ALLOCATIONS
(SUPPORTED CAPITAL FINANCING ONLY)
for the Year Ended August 31, 2002
(in dollars)

		Deferred Capital Allocations	Unamortized Capital Allocations
Balance at August 31, 2001		$0	$0
Add:			
Capital allocations from:	AB Infrastructure - New/Modernization Projects	$0	
	Other Government of Alberta	$0	
	Federal Government and/or First Nations	$0	
	Alberta Municipalities	$0	
	Other Alberta school jurisdictions	$0	
	Other	$0	
Interest earned on provincial government capital allocations		$0	
Other capital grants and donations		$0	
Insurance proceeds		$0	
Donated capital assets (depreciable, at Fair Market Value)			$0
Transferred in capital assets (depreciable, at Net Book Value)			$0
Current Year Debenture Principal Repayment			$0
Expended capital allocations - current year		$0	$0
Less:			
Unamortized Capital Allocation affected by a disposal through transfer out			$0
Capital allocations amortized to revenue			$0
Balance at August 31, 2002		$0	$0

NEW HORIZONS CHARTER SCHOOL SOCIETY

NOTES TO FINANCIAL STATEMENTS

AUGUST 31, 2002

---

1. Purpose of the Society

The society officially changed their operating name from Education For The Gifted Society of Strathcona County to New Horizons Charter School Society during the fiscal year.

The Charter School delivers education programs under the authority of the School Act, Chapter S-3, Revised Statutes of Alberta, 2000 as amended. The society is registered under the Societies Act.

The Charter School receives block allocations for instruction and support under Regulation 72/95. The regulation limits funding and expenses for administration. The Charter School is permitted , within specified limits, to reallocate funding between the instruction and support blocks.

2. Significant Accounting Policy

These financial statements have been prepared by management in accordance with generally accepted accounting principles. The financial statements have, in management's opinion, been properly prepared within reasonable limits of materiality and within the framework of the accounting policies summarized below.

A. Revenue Recognition

Instruction and support funding allocations are recognized as revenue in the year to which they relate.

Fees for services related to courses and programs are recognized as revenue when such courses and programs are delivered.

Unrestricted contributions are recognized as revenue when received and receivable. Contributions in-kind are recorded at fair market value when reasonably determinable.

Externally restricted contributions are deferred and recognized as revenue in the period in which the restriction is complied with. Endowment funds, which are to be retained as net assets, are recorded as direct increases in trust assets and liabilities.

2. Significant Accounting Policy (Continued)

B. Amortization

Amortization is recorded at rates and on the basis determined to amortize the cost of capital assets over their estimated useful lives as follows:

Furniture & Equipment	20% straight-line
Automotive	20% straight-line
Computer Equipment	20% straight-line

Only capital assets with costs in excess of $5,000 are capitalized in the current year. Any capital allocations received for asset additions are amortized over the same period as the related asset.

C. School Generated Funds

These are funds in the community, which come under the control and the responsibility of the school principle and are for school activities. These funds are usually collected and retained at the school for expenditures paid at the school level (e.g. yearbook sales, graduation fees, field trip fees etc.)

D. Contributed Services

Volunteers contribute a considerable number of hours per year to the Charter School to ensure that certain programs are delivered, such as kindergarten, and the raising of school generated funds. Because of the difficulty of compiling these hours and the fact that these services are not otherwise purchased, contributed services are not recognized in the financial statements.

E. Operating and Capital Reserves

Reserves are established at the discretion of the Board of Directors of the jurisdiction, or externally, to set aside funds for operating and future capital expenditures. Such reserves are appropriations of accumulated surplus.

3. Accounts Receivable

	2002	2001
Province Of Alberta	$7,213	[illegible]
Federal Government	3,173	[illegible]
Other	426	[illegible]
	$10,812	[illegible]

4. Capital Assets, at Cost

Details are as follows

	Cost	Accumulated Amortization	Net 2002	Net 2001
Computer Equipment	$95,519	$95,519	$0	$6,300
Furniture and Equipment	20,914	14,306	6,608	[illegible]
	$116,433	$109,825	$6,608	[illegible]

5. Internally Restricted Net Assets

Net assets may be restricted by authorization of the Board of Directors for future operating and capital expenditures. The amounts are established and expended in accordance with terms and conditions established by the Board.

	2002	2001
Operating Reserves		
Board and System Administration	$16,475	[illegible]
Capital Reserves		
Building - Unsupported	$67,720	[illegible]

6. Accounts Payable and Accrued Liabilities

	2002	2001
Trade Payable and Accrued Liabilities	$15,477	[illegible]
Bonus Payable to Staff in lieu of wage increase	4,552	[illegible]
	$20,029	[illegible]

7. Deferred Revenue

	2002	2001
Gifts and Donations (Note 10)	$2,250	[illegible]
School Generated Funds (Note 9)	1,716	[illegible]
Alberta Learning One Time Grant	1,714	[illegible]
AISI Project	3,177	[illegible]
Technology Integration Funding	0	[illegible]
Other	72	[illegible]
	$8,929	[illegible]

8. Operating Lease Commitment

The Charter School has leased a photocopier. The future minimum annual payments as of August 31, 2002 under the operating lease are:

2003	$4,367
2004	$4,367
2005	$4,367
2006	$4,367
2007	$2,182

9. School Generated Funds

	2002	2001
Balance, Beginning of Year	$0	[illegible]
Plus: Sources of School Generated Funds	25,977	[illegible]
Less: Application of School Generated Funds	24,261	[illegible]
Balance, End of Year (Note 7)	$1,716	[illegible]

10. Gifts and Donations

	2002	2001
Balance, Beginning of Year	$0	[illegible]
Plus: Gifts and Donations Received	4,631	[illegible]
Less: Application of Gifts and Donations	2,381	[illegible]
Balance, End of Year (Note 7)	$2,250	[illegible]

11. Alberta Learning Grant

	2002	2001
Total Grant Received and Receivable	$640,548	[illegible]
Less: Adjustment to 2001 Receivable	867	
Net Alberta Learning Grant	$639,681	[illegible]

12. Financial Instruments

A. Interest Risk

The Association's revenues are exposed to financial risk that arises from fluctuations in interest rates and the degree of volatility of these rates. The Association does not use derivative instruments to reduce its exposure to interest risk.

B. Credit Risk

Credit risk arises from the potential that a counter party will fail to perform its obligations. The association is exposed to credit risk from customers. However, the Association has not incurred significant bad debts in the past three years.

C. Fair Value of Financial Instruments

The fair value of the Association's financial instruments approximates their carrying value.

13. Budgeted Amounts

The budget was prepared by the Charter School management, and approved by the Board of Directors on October 9, 2001. It is presented for information purposes only and has not been audited.

14. Comparative Figures

The Actual 2001 comparative figures have been reclassified where necessary to conform to Actual 2002 presentation. The 2001 comparative numbers were audited by another Chartered Accountant.

SCHEDULE A to the AFS
ALLOCATION OF REVENUES AND EXPENSES TO PROGRAMS - 2001-200:

School Jurisdiction Code: 6015

REVENUES	TOTAL	Early Childhood Services	Total Instruction (Grades 1 to 12)	Operations and Maintenance of Schools & Maintenance Shops	Transportation	Board & System Administration			External Services
						Board Governance	System Admintration	Total Board & System Admin.	
Alberta Learning allocations									
(1) Instruction block	$511 934	$63 100	$448 834						
(2) Support block	$91 998			$36 499	$5 499			$50 000	
(3) Instruction & support block reallocations	$0	$0	$0	$0	$0			$0	$0
(4) Alberta Initiative for School Improvement (AISI)	$13 862		$13 862						
(5) Student Health Initiative (SHI)	$0	$0	$0						$0
(6) Teacher Salary Enhancement (TSE)	$20 275	$884	$19 391					$0	$0
(7) Regional Assessment Services (4 boards only)	$0								$0
(8) Regional P.D. Consortium (6 boards only)	$0								$0
(9) Other Alberta Learning revenues	$1 612	$0		$1 612	$0			$0	$0
(10) **Total Alberta Learning Revenue**	$639 682	$63 984	$482 088	$38 111	$5 499			$50 000	$0
Alberta Infrastructure									
(11) Expensed Block Mod. Block BQRP support	$0		$0	$0					
(12) Operations and Maintenance support	$96 777			$96 777					
(13) **Total Alberta Infrastructure Revenue**	$96 777		$0	$96 777					
(14) **Alberta Finance**	$0		$0	$0	$0			$0	
(15) **Other - Government of Alberta**	$0	$0	$0	$0	$0			$0	$0
(16) **Federal Government and/or First Nations**	$0	$0	$0	$0	$0			$0	$0
(17) **Other Alberta school authorities**	$0	$0	$0	$0	$0			$0	$0
(18) **Out of province local authorities**	$0	$0	$0	$0	$0			$0	$0
(19) **Alberta municipalities (excl. supplementary requisitions)**	$0	$0	$0	$0	$0			$0	$0
(20) **Instruction resource fees**	$12 867	$1 080	$11 787						
(21) **Transportation fees**	$0								
(22) **Other sales and services**	$0	$0	$0	$0	$0			$0	$0
(23) **Investment income**	$3 330	$0	$0	$3 330	$0				$0
(24) **Gifts and donations**	$0	$0		$0	$0				$0
(25) **Rentals of facilities**	$5 814	$0	$0	$5 814	$0			$0	$0
(26) **Net school generated funds**	$2 381		$2 381					$0	
(27) **Gains on disposal of capital assets**	$0	$0	$0	$0	$0			$0	$0
(28) **Amortization of capital allocations**	$0		$0	$0	$0				
(29) **TOTAL REVENUES** $760 850	$760 850	$65 064	$496 255	$144 032	$5 499			$50 000	$0
EXPENSES									
(30) **Certificated salaries**	$421 725	$28 132	$381 193				$12 400	$12 400	$0
(31) **Certificated benefits**	$39 436	$3 589	$35 848				$0	$0	$0
(32) **Uncertificated salaries and wages**	$69 453	$4 953	$50 500	$0	$0	$0	$14 000	$14 000	$0
(33) **Uncertificated benefits**	$3 655	$280	$3 376	$0	$0	$0	$0	$0	$0
(34) **SUB - TOTAL**	$534 270	$36 953	$470 916	$0	$0	$0	$26 400	$26 400	$0
(35) **Services, contracts & supplies**	$196 891	$2 790	$30 697	$140 809	$4 949	$1 632	$16 014	$17 646	$0
(36) **Cost recoveries & transfers (must balance to zero)**	$0	$0	$0	$0	$0	$0	$0	$0	$0
(37) **Net school generated funds**	$2 381		$2 381						
Capital and debt services									
Amortization of capital assets									
(38) Supported	$0	$0	$0	$0	$0	$0	$0	$0	$0
(39) Unsupported	$10 482		$10 482	$0	$0	$0	$0	$0	$0
(40) Total Amortization	$10 482	$0	$10 482	$0	$0	$0	$0	$0	$0
Interest on capital debt									
(41) Supported	$0	$0	$0	$0	$0	$0	$0	$0	$0
(42) Unsupported	$0	$0	$0	$0	$0	$0		$0	$0
(43) Other interest charges	$976	$0	$0	$0	$0	$0	$976	$976	$0
(44) Losses on disposal of capital assets	$0	$0	$0	$0	$0	$0	$0	$0	$0
(45) **TOTAL EXPENSES** $744 999	$744 999	$39 743	$514 477	$140 809	$4 949	$1 632	$43 390	$45 021	$0
(46) Surplus(deficit) Before Funding Allocated for Capital Purposes	$15 851	$25 321	($18 222)	$3 223	$550			$4 979	$0
TOTAL applicable number of students/children	114	20	104	114	13			114	
AVERAGE PROGRAM COSTS per applicable student/child	$6 535	$1 987	$4 947	$1 235	$381			$395	

School Jurisdiction Code: 6015

SCHEDULE B1 to the AFS
INSTRUCTION Grades 1 to 12 Program 2001-2002 Expenses

EXPENSES	INSTRUCTION (Grades 1 to 12)							
	All Student Instruction	School Admin. & Instruction Support	System Instruction Support	Mildly & Moderately Disabled and Gifted & Talented	Severely Disabled	Alberta Initiative for School Improvement	Student Health Initiative	Total Instruction (Grades 1 to 12)
Certificated salaries	$301,355	$69,096	$0	$0	$0	$10,743	$0	$381,193
Certificated benefits	$30,140	$4,725	$0	$0	$0	$983	$0	$35,848
Uncertificated salaries and wages	$21,250	$29,250	$0	$0	$0	$0	$0	$50,500
Uncertificated benefits	$954	$2,421	$0	$0	$0	$0	$0	$3,376
SUB - TOTAL REMUNERATION	$353,699	$105,492	$0	$0	$0	$11,726	$0	$470,916
Services, contracts & supplies	$21,068	$7,493	$0	$0	$0	$2,137	$0	$30,697
Cost recoveries & transfers	$0	$0	$0	$0	$0	$0	$0	$0
Net school generated funds	$2,381							$2,381
Amortization of capital assets								
Supported	$0	$0	$0	$0	$0	$0	$0	$0
Unsupported	$10,482	$0	$0	$0	$0	$0	$0	$10,482
Total Amortization	$10,482	$0	$0	$0	$0	$0	$0	$10,482
Interest on capital debt								
Supported	$0	$0	$0	$0	$0	$0	$0	$0
Unsupported	$0	$0	$0	$0	$0	$0	$0	$0
Other interest charges	$0	$0	$0	$0	$0	$0	$0	$0
Losses on disposal of capital assets	$0	$0	$0	$0	$0	$0	$0	$0
TOTAL EXPENSES	$387,630	$112,985	$0	$0	$0	$13,862	$0	$514,477
FTE Certificated				0	0			
FTE Uncertificated				0	0			

SCHEDULE B2 to the AFS
INSTRUCTION Grades 1 to 12 Program 2001-2002

	AB LEARNING INSTRUCTION BLOCK REVENUE	ALBERTA LEARNING OTHER REVENUE	NON-ALBERTA LEARNING REVENUE	INSTRUCTION BLOCK REALLOCATION	TOTAL REVENUE	TOTAL EXPENSES	NET
Basic Instruction	$428,139	$33,253	$2,381	$0	$463,773	$335,326	$128,448
School Admin & Instruction Support Expenses						$112,985	($112,985)
System Instruction Support Expenses						$0	$0
Total Basic Instruction	$428,139	$33,253	$2,381	$0	$463,773	$448,310	$15,463
Sub-Programs & Initiatives							
Severely Disabled	$0		$0		$0	$0	$0
English as a Second Language	$722				$722	$1,761	($1,039)
Enhanced Opportunities	$0				$0	$0	$0
Native Education Project	$0		$0		$0	$0	$0
Institutional Programs	$0				$0	$0	$0
Sparsity & Distance	$0				$0		$0
Growth & Density	$2,558				$2,558		$2,558
Teacher Assistants Program	$3,165				$3,165	$4,163	($997)
Early Literacy Initiative (K-2)	$7,580				$7,580	$16,081	($8,501)
Learning Resources (LRC credit used)	$1,182		$11,787		$12,969	$13,803	($834)
Supernet	$0				$0	$0	$0
Technology Integration	$4,902		$0		$4,902	$6,412	($1,510)
French as a Second Language(all jurisdictions)	$585				$585	$23,947	($23,362)
Home Education	$0		$0		$0	$0	$0
Emergent	$0				$0	$0	$0
Total Sub-Programs & Initiatives	$20,695		$11,787		$32,482	$66,167	($33,684)
INSTRUCTION, GRADES 1-12 (plus Early Lit. ECS)	$448,834	$33,253	$14,168	$0	$496,255	$514,477	($18,222)

School Jurisdiction Code: 6015

SCHEDULE C to the AFS
SUMMARY OF REVENUE TRANSFERS
BETWEEN ALBERTA LEARNING BLOCK ALLOCATIONS - 2001-2002

	Early Childhood Services	Instruction (Grades 1 to 12)	Operations and Maintenance	Transportation	Board and System Administration	External Services
Alberta Learning block allocations - Schedule A (Lines 1 & 2)	$63,100	$448,834	$36,499	$5,499	$50,000	
Reallocations permitted by the "Funding for School Authorities" manual						
From instruction block to:						
(1) External Services		$0				$0
From ECS component of instruction block:						
(1) Transportation (part of the 2% maximum) (Note)	$0			$0		
(2) Operations and maintenance of schools (part of the 2% maximum) (Note)	$0		$0			
From all or part of maximum 2% of instruction block to:						
(1) Operations and maintenance of schools		$0	$0			
(2) Transportation		$0		$0		
Calculation: 2% of $511,934 = $10,239 *$0*						
From instruction block (Growth & Denisty component) to:						
(1) Operations and maintenance of schools		$0	$0			
(2) Transportation		$0		$0		
Reallocations directed by the board of trustees						
From operations and maintenance of schools block to:						
(1) Transportation			$0	$0		
(2) Instruction		$0	$0			
From transportation block to:						
(1) Operations and maintenance			$0	$0		
(2) Instruction				$0		
From board and system administration block to:						
(1) Transportation				$0	$0	
(2) Operations and maintenance of schools			$0		$0	
(3) Instruction		$0			$0	
From within the instruction block and its components:						
(1) Instruction to: Early childhood services (ECS)	$0	$0				
(2) ECS to: Instruction	$0	$0				
AMOUNTS REFLECTED ON SCHEDULE A (Line 3)	$0	$0	$0	$0	$0	$0

Note: Incremental ECS costs for transportation or O & M funded out of the instruction block should normally be recorded as a cost recovery on Schedule B rather than as a revenue transfer on this schedule.

School Jurisdiction Code: 6015

SCHEDULE D to the AFS
CALCULATION OF MAXIMUM ELIGIBLE EXPENSE LIMITS FOR BOARD (GOVERNANCE) AND SYSTEM ADMINISTRATION 2001-2002

STEP 1

Determine the total eligible revenue which is used as the BASE TOTAL to calculate the maximum eligible expense limits for Board and System Administration

Total Revenues (Schedule A):	
Instruction Block - Grades ECS -12 (excluding technology integration and emergent)	$507,032
Support Block - Operations & Maintenance	$36,499
- Transportation	$5,499
SUBTOTAL	$549,030
Other Revenues	
Alberta Infrastructure (Operations & Maintenance)	$96,777
Other Alberta Learning revenues (Excluding One-Time Grant)	$0
Other - Government of Alberta (Excluding Alberta Finance)	$0
Federal government/First Nations	$0
Other Alberta school authorities	$0
Out of province local authorities	$0
Alberta municipalities	$0
Other sales and services	$0
Interest on investments	$3,330
Rentals of facilities	$5,814
Gains on disposal of capital assets	$0
Amortization of capital allocations	$0
School generated funds (Schedule E)	$25,977
BASE TOTAL FOR CALCULATING MAXIMUM EXPENSE LIMITS	**$680,928**

STEP 2

Calculation of maximum expense limit PERCENTAGE for Board and System Administration expenses **6.00%**

If "Total Net Enrolled Students" are 6,000 and over = 4%

If "Total Net Enrolled Students" are 2,000 and less = 6%

The Maximum Expense Limit for Board and System Administration is based on an arithmetical proration for the TOTAL FTE count for grades 1 -12, net of Home Education AND Adult students, between 2,000 to 6,000 at .0005 per FTE.

EXAMPLE: 4,500 FTE count grades 1-12 = 6,000 - 4,500 = 1,500 X .0005 = .75% plus 4% = maximum expense limit of 4.75%.

Note: Calculation unnecessary if Total FTE is 6,000 or more, and 2,000 & less.

STEP 3

Calculate maximum expense limit AMOUNTS for Board and System Administration expenses

Maximum Expense Limit percentage (Step 2) x Base Total (Step 1)		$40,856
Considerations for Charter Schools and Francophone Boards:		
If Charter School, enter 50,000	50,000	$50,000
If Francophone Board, enter 300,000	0	$0
(If none of these considerations apply, leave the above cells blank)		
MAXIMUM EXPENSE LIMIT		**$50,000**

STEP 4

Compare maximum expense limit amounts calculated in Step 3 to actual expenses (from Schedule A)

Actual Board Governance & System Administration expenses	$45,021
PLUS: transfers to Restricted - Operating (Board/System Administration)	$4,979
LESS: transfers from Restricted - Operating (Board/System Administration)	$0
TOTAL BOARD GOVERNANCE & SYSTEM ADMINISTRATION EXPENSES	$50,000
Maximum Expense Limit for Board & System Administration (Step 3)	$50,000
ACTUAL EXPENSES - OVER(UNDER) MAXIMUM EXPENSE LIMIT	$0

School Jurisdiction Code: 6015

SCHEDULE E to the AFS
SOURCE & APPLICATION OF SCHOOL GENERATED FUNDS (SGF) - 2001-2002

Unexpended SGF - Opening Balance August 31, 2001		$0
Source of School Generated Funds:		
Total School Generated Funds for the year (Note 1)	$25,977	
Less: SGF - related cost recoveries (Note 2)	$24,261	
- capitalized at the District level	$0	
Net Total	$1,716	
Plus: Donations Received (Note 3)	$4,631	
Equals: Net Additions to SGF		$6,346
Net SGF Available for discretionary spending		$6,346
Net SGF revenue and Net SGF expense - per schedule A, line 26 and line 37		
Net expended SGF for discretionary purposes (Note 4)		$2,381
Unexpended SGF - Closing Balance August 31, 2002		$3,966

Note 1 Excludes fees collected pursuant to Section 60(2)(j) of the School Act (e.g. instruction materials and technology fees determined by board policy or resolution). This is the amount used to calculate the administrative cap. See Schedule E.

Note 2 These are the expenses (a) incurred in generating SGF (e.g. fundraising expenses, printing of tickets, payment to DJ at school dance; cost of goods sold for school cafeteria/servery; staffing and supplies for a dinner; raffle prizes; supplies for a car wash; book fair purchases; meals for lunch program), or (b) collected and disbursed for the benefit of individual students (e.g. cost of field trips for student activities not leading to CEU's). Monies collected for CEU-related activities are not SGF. They are recorded as instruction fees.

Note 3 Donations are restricted to cash; gifts in kind are treated as board assets, not SGF. Amounts are net of related expenses.

Note 4 Only SGF expended for discretionary purposes are recorded as revenue and expense; unexpended funds are carried forward on the balance sheet to the succeeding year. Any capital items purchased with SGF should be treated as a SGF-related cost recovery.

School Jurisdiction Code: 6015

SCHEDULE F to the AFS

Operations and Maintenance Program 2001-2002 Expenses

EXPENSES	Operations and Maintenance								
	Maintenance Office & Shop Administration	Preventative Maintenance	Custodial	Fire/Security/ Safety Systems	Sites and Grounds Maintenance	Utilities and Communications	Expensed Block BQRP/Mod.	Capital & Debt Services and Transfers	Total Operations and Maintenance
Uncertificated salaries and wages	$0	$0	$0	$0	$0	$0	$0		$0
Uncertificated benefits	$0	$0	$0	$0	$0	$0	$0		$0
SUB - TOTAL REMUNERATION	$0	$0	$0	$0	$0	$0	$0		$0
Contracted Services	$0	$85,018	$24,435	$257	$2,508		$0		$112,218
Supplies	$0	$762	$1,796		$0		$0		$2,558
Electricity						$19,841			$19,841
Natural Gas/Heating Fuel						$2,947			$2,947
Sewer and Water						$3,245			$3,245
Cost recoveries & transfers								$0	$0
Amortization of capital assets									
Supported								$0	$0
Unsupported	$0	$0	$0	$0	$0	$0	$0	$0	$0
Total Amortization	$0	$0	$0	$0	$0	$0	$0	$0	$0
Interest on capital debt									
Supported								$0	$0
Unsupported								$0	$0
Other interest charges								$0	$0
Losses on disposal of capital assets								$0	$0
TOTAL EXPENSES	$0	$85,780	$26,231	$257	$2,508	$26,033	$0	$0	$140,809
FTE Uncertificated (Board/Contract)	0.0	0.0	1.0	0.0	0.0	0.0	0.0	0.0	1.0

Notes:

Maintenance Office & Shop Administration:	Includes all maintenance office related remuneration, supplies, services and contracts.
Preventative Maintenance:	Includes all structural, architectural, mechanical and electrical maintenance items identified below. - activities required for operating and maintaining the structure, envelope, roof, parkade, ramps/fire escapes, fixed exterior walls, exterior finishes of the buildings and outside doors/other barriers - activities for purchase, installation, maintenance and repair of mechanical and electrical systems for the maintenance buildings and schools.
Custodial:	Includes all the activities required for ensuring the buildings are kept in a clean and tidy condition.
Fire/Security/Safety Systems:	Includes all activities required for fire prevention/alarms systems, security personnel and alarm systems, detection systems and related safety systems for the property.
Sites & Grounds Maintenance:	Sites & Grounds Maintenance: includes all activities required for maintenance and upkeep of exterior grounds, parking lots, athletic fields including snow removal and lawn care.
Utilities & Communications:	Includes all cost related to electricity(light & power), natural gas and other heating fuels, sewer & water and all forms of communications.
Expensed Block BQRP/Mod:	Includes all non-capital activities related to Block BQRP/Modernization expensed by the jurisdiction.
Capital & Debt Services:	Includes all activities related to supported school amortization and debt interest expense. All unsupported amortization is allocated to the appropriate sub-categories.

School Jurisdiction Code: 6015

SCHEDULE G to the AFS
DISCLOSURE OF SALARIES AND BENEFITS - 2001-2002
(SECTION 126.1 OF THE SCHOOL ACT)

		FTE's or Individuals	Remuneration	Benefits	Allowances	Performance Bonuses	ERIP's / Other	Total	Expenses
Board of Trustees:									
Chairman									
Name Pat Brideau›		1	$0	$0	$0	$0	$0	$0	$449
Board Members:									
Name Zak Sheik		1	$0	$0	$0	$0	$0	$0	$0
Name Jane Dodds		1	$0	$0	$0	$0	$0	$0	$10
Name Nancy Horton		1	$0	$0	$0	$0	$0	$0	$63
Name Alison Matichuk		1	$0	$0	$0	$0	$0	$0	$114
Name Stasia Lucki		1	$0	$0	$0	$0	$0	$0	$0
Name Ken Ridgway		1	$0	$0	$0	$0	$0	$0	$0
Name		0	$0	$0	$0	$0	$0	$0	$0
Name		0	$0	$0	$0	$0	$0	$0	$0
Name		0	$0	$0	$0	$0	$0	$0	$0
Name		0	$0	$0	$0	$0	$0	$0	$0
Subtotal		7	**$0**	**$0**	**$0**	**$0**	**$0**	**$0**	**$635**
Superintendent Stephen Cymbol	(2)	0.2	$12,400	$0	$0	$0	$0	$12,400	$935
Secretary/TreasurerG. (Fred) de Kleine	(2)	0.2	$14,000	$0	$0	$0	$0	$14,000	$2,331
Secretary	(2)	0	$0	$0	$0	$0	$0	$0	$0
Treasurer	(2)	0	$0	$0	$0	$0	$0	$0	$0
Certificated Salaries	(1)	8.5	$409,325	$39,436	$0	$0	$0	$448,761	$0
Uncertificated Salaries & Wages	(1)	15	$55,478	$3,655	$0	$0	$0	$59,133	$0
TOTALS			**$491,203**	**$43,092**	**$0**	**$0**	**$0**	**$534,295**	**$3,901**
							Sub-Total of Salaries and Benefits from Schedule A:	$534,270	

Notes: Please refer to completion information on page 15.

(1) Full time equivalents (FTE's)

(2) Employed or contracted

School Jurisdiction Code: 6015

SCHEDULE G1 to the AFS

DISCLOSURE OF SALARIES AND BENEFITS *(SECTION 148.1 OF THE SCHOOL ACT)*

COMPLETION INFORMATION

(1) Salary and benefits consist of and agree with the amounts properly recorded in the school jurisdiction's payroll records and related object codes for salaries, wages and benefits.

(2) **Remuneration** includes regular base salaries, administrative allowances, overtime, lump sum payments EXCEPTING TERMINATION BENEFITS (See #10A below), honoraria, deferred salary leave accruals and any other direct cash remuneration EXCEPTING PERFORMANCE PAY (See #10 below).

(3) Certificated salaries include the aggregate of all payments for certificated staff regardless of the length, nature or definition of the employment agreement. The number of full time equivalent staff should be measured as at September 30.

(4) Uncertificated salaries and wages should be measured in terms of the number of individuals employed as at September 30.

(5) Salary and benefits information should be the aggregate amount covering the same fiscal period as the audited financial statements.

(6) Salary must include deferred salary accruals.

(7) Salary includes only payments for services subject to an employer-employee relationship.

(8) **Benefits** include the employer's share of all employee benefits and contributions or payments made on behalf of employees including retirement pensions, Canada pension plan (CPP), employment insurance (EI), health care, dental coverage, vision coverage, out of country medical benefits, group life insurance, accidental disability and dismemberment insurance, long and short term disability plans.

(9) **Allowances** include all monies paid to an employee as miscellaneous **negotiated** allowances. This category will include car or travel allowances, isolation allowances, relocation expenses, sabbaticals, special leave with pay, financial and retirement planning services, and club memberships. ADMINISTRATIVE ALLOWANCES are included in **Remuneration**.

(10) **Performance Bonuses** include those monies paid to employees of the school authority that are tied to the achievement of some specifed goal or objective.

(10A) **Other** includes termination benefits ((severance pay, retiring allowances (ERIP's), sick leave and other settlement costs due to loss of employment).

(11) **Expenses** will include the reimbursements of travel, subsistence, moving costs, conference fees, etc., paid by the employee **or on his/her behalf** in performing the responsibilities of employment.

(12) The superintendent's remuneration is in terms of one individual who is the Chief Executive Officer. Benefits for the superintendent do not include Alberta Learning contributions to the Teachers Retirement Fund pension plan.

(13) A position should include salary, benefits and allowances earned by an individual who officially acted in a position while it was vacant. If a position was vacant and no one acted in the position, the position should not be disclosed.

(14) Benefits and allowances need not include an amount for automobile, housing or other benefits for which a value cannot be reasonably estimated.

(15) If a position is occupied by more than one individual during a year, the aggregate salary, benefits and allowances earned by the individuals in the position should be disclosed. An explanatory note should indicate the number of individuals.

School Jurisdiction Code [illegible]

AUDITED
FINANCIAL STATEMENTS
and Supporting Schedules
FOR THE YEAR ENDED AUGUST 31, 2002

[School Act, Sections 147(2)(a), 151(1) and 276]

Northern Gateway Regional Division No. 10
Name of School Jurisdiction

4104 Kepler Street; Box 840; Whitecourt, Alberta; T7S 1N8
Mailing Address

(780) 778-2800 (780) 778-6719
Telephone and Fax Numbers

SCHOOL JURISDICTION MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The financial statements and supporting schedules of Northern Gateway Regional Div. No. 10 (Name of School Jurisdiction) presented to Alberta Learning have been prepared by school jurisdiction management which has responsibility for their preparation, integrity and objectivity. The financial statements and schedules, including notes, have been prepared in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

In fulfilling its reporting responsibilities, management has maintained internal control systems and procedures designed to provide reasonable assurance that the school jurisdiction's assets are safeguarded, that transactions are executed in accordance with appropriate authorization and that accounting records may be relied upon to properly reflect the school jurisdiction's transactions. The effectiveness of the control systems is supported by the selection and training of qualified personnel, an organizational structure that provides an appropriate division of responsibility and a strong budgetary system of control.

Board of Trustees Responsibility

The ultimate responsibility for the financial statements lies with the Board of Trustees. The Board reviewed the financial statements with management in detail and the Board approved the financial statements for release.

External Auditors

The Board appoints external auditors to audit the financial statements and meets with the auditors to review their findings. The external auditors have full and free access to school jurisdiction records.

Declaration of Management and Board Chairman

To the best of our knowledge and belief, these financial statements and supporting schedules reflect, in all material respects, the financial position and results of operations and cash flows for the year in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

BOARD CHAIRMAN

Judy Muir
Name
Signature

SUPERINTENDENT

Eugene J. Miller
Name
Signature

SECRETARY TREASURER OR TREASURER

Michael Gramatovich
Name
Signature

12-Nov-02
Dated

c.c. ALBERTA LEARNING, School Reporting Branch
9th Floor Commerce Place, 10155 102 Street, Edmonton AB T5J 4L5
EMAIL: cindy.parry@gov.ab.ca
PHONE: (780) 427-7780 FAX: (780) 422-6996

School Jurisdiction Code: 2275

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HKA HOWARD
KIRKPATRICK
ASSOCIATES
CHARTERED ACCOUNTANTS

[illegible]

AUDITOR'S REPORT

To the Board of Trustees of the Northern Gateway Regional Division #10

I have audited the statement of financial position of Northern Gateway Regional Division #10 as at August 31, 2002 and the statements of revenues and expenses, cash flows, changes in net assets and capital allocations for the year then ended. These financial statements are the responsibility of the Northern Gateway Regional Division #10's management. My responsibility is to express an opinion on these financial statements based on my audit.

I conducted my audit in accordance with Canadian generally accepted auditing standards. Those standards require that I plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In my opinion, these financial statements present fairly, in all material respects, the financial position of the Northern Gateway Regional Division #10 as at August 31, 2002 and the results of it's operations, changes in cash flow, net assets and capital allocations for the year then ended in accordance with Canadian generally accepted accounting principles.

My audit was conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The supplementary information included in Schedules A through G is presented for purposes of additional analysis and is not a required part of the basic financial statements. This supplementary information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in my opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

The comparative figures were audited by another firm of Chartered Accountants.

Brett L

BRETT LIEBIG PROFESSIONAL CORPORATION
CHARTERED ACCOUNTANT

Edmonton, Alberta
October 31, 2002

School Jurisdiction Code: 2275

STATEMENT OF FINANCIAL POSITION

as at August 31

(in dollars)

		2002	2001
ASSETS			
Current assets			
Cash and temporary investments		$2,964,788	$3,754,621
Accounts receivable (net after allowances)			
Province of Alberta		$820,011	$879,842
Federal Government and/or First Nations		$584,289	$616,113
Alberta municipalities		$0	$0
Other Alberta school jurisdictions		$0	$0
Other		$38,701	$21,515
Prepaid expenses		$420,899	$116,386
Other current assets		$0	$0
Total current assets		$4,828,688	$5,388,477
School generated assets		$976,506	$891,121
Trust assets		$254,468	$228,887
Capital assets			
Land		$1,382,484	$1,362,528
Buildings	$69,946,528		
Less: accumulated amortization	($19,933,823)	$50,012,705	$51,700,555
Equipment	$16,606,887		
Less: accumulated amortization	($15,273,820)	$1,333,068	$1,514,716
Vehicles	$4,476,390		
Less: accumulated amortization	($2,592,539)	$1,883,852	$1,772,078
Total capital assets		$54,612,108	$56,349,877
TOTAL ASSETS		$60,671,771	$62,858,362
LIABILITIES			
Current liabilities			
Bank indebtedness		$0	$0
Accounts payable and accrued liabilities			
Province of Alberta		$44,174	$0
Federal Government and/or First Nations		$0	$18,134
Alberta municipalities		$0	$0
Other Alberta school jurisdictions		$0	$16,831
Other		$1,077,375	$1,318,221
Deferred revenue		$1,286,589	$1,023,740
Deferred capital allocations		$0	$0
Current portion of all long term debt		$1,481,844	$1,512,246
Total current liabilities		$3,889,981	$3,889,172
School generated liabilities		$976,506	$891,121
Trust liabilities		$254,468	$228,887
Unfunded employee future benefit liability		$336,923	$248,213
Long term debt			
Supported: Debentures and other supported debt		$10,126,062	$11,487,440
Less: Current portion of supported debt		($1,325,719)	($1,361,379)
Unsupported: Debentures and Capital Loans		$894,259	$1,104,936
Capital Leases		$0	$0
Mortgages		$0	$0
Less: Current portion of unsupported debt		($156,125)	($150,867)
Unamortized capital allocations		$36,442,358	$36,537,881
Total long term liabilities		$47,548,732	$48,986,232
TOTAL LIABILITIES		$51,438,714	$52,875,404
NET ASSETS			
Unrestricted net assets		$508,065	$536,876
Operating Reserves		$1,479,469	$1,961,043
Accumulated Operating Surplus (Deficit)		$1,987,534	$2,497,920
Investment in capital assets		$7,149,426	$7,219,617
Capital Reserves		$96,098	$265,419
Total Capital Funds		$7,245,524	$7,485,037
Total net assets		$9,233,058	$9,982,956
TOTAL LIABILITIES AND NET ASSETS		$60,671,771	$62,858,360

School Jurisdiction Code: 2275

STATEMENT OF REVENUES AND EXPENSES

for the Year Ended August 31

(in dollars)

	Actual 2002	Budget 2002 (1)	Actual 2001 (2)
REVENUES			
Alberta Learning	$34,881,912	$35,705,445	$35,874,194
Alberta Infrastructure	$1,707,032	$436,678	$555,959
Alberta Finance	$1,126,916	$1,205,477	$1,594,849
Other Government of Alberta	$709,496	$0	$84,827
Federal Government and/or First Nations	$960,268	$718,298	$790,568
Other Alberta school authorities	$0	$0	$0
Out of province local authorities	$0	$0	$0
Alberta Municipalities (excluding supplementary requisitions)	$16,211	$17,000	$12,044
Instruction resource fees	$212,798	$184,205	$178,040
Transportation fees	$26,419	$26,385	$27,274
Other sales and services	$115,529	$42,068	$108,237
Investment income	$122,644	$194,002	$203,513
Gifts and donations	$0	$0	$0
Rentals of facilities	$135,675	$152,000	$176,103
Net school generated funds	$832,294	$662,132	$849,118
Gains on disposal of capital assets	$13,650	$0	$6,000
Amortization of capital allocations	$1,480,927	$1,371,343	$1,455,884
Total Revenues	$42,341,771	$40,715,033	$41,916,610
EXPENSES			
Certificated salaries	$19,137,061	$20,114,154	$18,811,659
Certificated benefits	$2,175,714	$1,880,323	$2,239,234
Uncertificated salaries and wages	$6,068,855	$5,843,433	$5,658,881
Uncertificated benefits	$1,143,368	$1,012,481	$1,057,548
Services, contracts and supplies	$10,156,765	$9,519,136	$9,996,262
Net school generated funds	$832,294	$662,132	$849,118
Capital and debt services			
Amortization of capital assets			
Supported	$1,480,927	$1,371,343	$1,455,884
Unsupported	$889,241	$974,010	$789,060
Total Amortization of capital assets	$2,370,168	$2,345,353	$2,244,944
Interest on capital debt			
Supported	$1,126,392	$1,125,477	$1,277,754
Unsupported	$80,489	$80,000	$87,324
Total Interest on capital debt	$1,206,881	$1,205,477	$1,365,078
Other interest charges	$564	$0	$3,131
Losses on disposal of capital assets	$0	$0	$0
Total Expenses	$43,091,670	$42,582,489	$42,225,855
S U	($749,898)	($1,867,456)	($309,245)
Block BQRP revenue used for capital purposes	$0	$0	$0
Block MOD revenue used for capital purposes	$0	$0	$0
1999 One-time grant revenue used for capital purposes	$0	$0	$0
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES	($749,898)	($1,867,456)	($309,245)

Note (1) 2001-2002 budget numbers as restated or taken from the finalized Budget Report pursuant to section 147(2)(b) of the School Act.

Note (2) 2000-2001 actuals as restated or taken from the finalized audited financial statements pursuant to Section 147(2)(a) of the School Act.

School Jurisdiction Code: 2275

STATEMENT OF CASH FLOWS

for the Year Ended August 31

(in dollars)

		2002	2001
CASH FLOWS FROM:			
A. OPERATIONS			
Surplus (deficit) of revenues over expenses for the year		($749,898)	($309,244)
Add (Deduct) items not requiring cash:			
Amortization of capital allocations revenue		($1,480,927)	($1,455,884)
Total amortization expense		$2,370,168	$2,244,944
Gains on disposal of capital assets		($13,650)	($6,000)
Losses on sale of capital assets		$0	$0
Changes in accrued accounts:			
Accounts receivable		$74,468	$279,102
Prepaids and other current assets		($304,513)	$137,139
Payables and accrued liabilities		($231,637)	($156,518)
Deferred revenue		$262,849	$177,784
Unfunded employee future benefit expense (recovery)		$88,710	$208,213
Other (e.g. change in net trust liabilities)		$0	$0
Total sources (uses) of cash from Operations		$15,570	$1,119,536
B. INVESTING ACTIVITIES			
Purchases of capital assets			
Land		($19,956)	($46,492)
Buildings		($24,025)	($254,195)
Equipment		($208,461)	($124,811)
Vehicles		($379,957)	($746,686)
Proceeds from disposal of capital assets		$13,650	$6,000
Other (describe)		$0	$0
Total sources (uses) of cash from Investing activities		($618,749)	($1,166,184)
C. FINANCING ACTIVITIES			
Capital allocations received		$24,025	$123,919
Issue of long term debt		$0	$0
Repayment of long term debt		($1,572,054)	($1,508,915)
Add back: supported portion		$1,361,379	$1,382,137
Total sources (uses) from Financing activities		($186,651)	($2,859)
Net sources (uses) of cash equivalents* during year		($789,830)	($49,507)
Cash Equivalents at the beginning of the year		$3,754,621	$3,804,124
Cash Equivalents at the end of the year	$2,964,788	$2,964,791	$3,754,617

Note: Cash equivalents consist of:

- cash and temporary investments
- bank indebtedness

STATEMENT OF CHANGES IN NET ASSETS
for the Year Ended August 31, 2002
(in dollars)

School Jurisdiction Code: 0

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)	(14)	(15)
	TOTAL NET ASSETS (Columns 2+3+4	INVESTMENT IN CAPITAL ASSETS	UNRESTRICTED NET ASSETS	TOTAL RESTRICTED NET ASSETS Columns 5 to 15	RESTRICTED NET ASSETS										
					School Based		Alberta Infrastructure			Board & System Admin.		Transportation		External Services	
					Unsupported Operating Reserves	Unsupported Capital (Vehicle, Equip) Reserves	Unsupported O& M Operating Reserves	Supported School (Bldg/Land) Capital Reserves	Unsupported Capital (Bldg, Vehicle,Equip) Reserves	Unsupported Operating Reserves	Unsupported Capital (Bldg, Vehicle,Equip) Reserves	Unsupported Operating Reserves	Unsupported Capital (Bldg, Vehicle,Equip) Reserves	Unsupported Operating Reserves	Unsupported Capital (Bldg, Vehicle,Equip) Reserves
Balance at August 31, 2001	$9,982,956	$7,219,617	$536,876	$2,226,463	$1,541,251	$54,926	$425,697	$39,972	$89,860	($70,637)	$13,314	$64,732	$67,347	$0	$0
Prior period adjustments (describe)															
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
Adjusted Balance, Aug. 31, 2001	$9,982,956	$7,219,617	$536,876	$2,226,463	$1,541,251	$54,926	$425,697	$39,972	$89,860	($70,637)	$13,314	$64,732	$67,347	$0	$0
Surplus(def) of revenue over expenses	($749,898)		($749,898)												
Block BQRP funded capital transactions		$0	$0												
Block MOD funded capital transactions		$0	$0												
Board funded capital transactions		$608,373	$0	($608,373)	($186,562)	($16,150)	($71,042)		($89,860)	$0	$0	($177,412)	($67,347)	$0	$0
Donations of non-amortizable assets	$0	$0													
Amortization of capital assets		($2,370,168)	$2,370,168												
Amortization of capital allocations		$1,480,927	($1,480,927)												
Disposal of unsupported capital assets		$0	($13,650)	$13,650		$0			$0		$0		$13,650		$0
Disposal of supported capital assets	$0	$0	$0	$0				$0							
Debt principal payments (unsupported)		$210,676	($210,676)	$0	$0	$0	$0	$0	$0	$0	$0				
Net transfers to operating reserves			$84,984	($84,984)	($311,870)	$0	($238,092)	$0	$0	$175,690		$289,288	$0	$0	$0
Net transfers from operating reserves			($13,561)	$13,561	$13,561	$0	$0	$0	$0	$10,610	($10,610)	$0	$0	$0	$0
Net transfers to capital reserves			($15,250)	$15,250	$15,250	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
Net transfers from capital reserves	$0		$0	$0	$0	$0	($996)	$996	$0	$0	$0	$0	$0	$0	$0
Balance at August 31, 2002	$9,233,058	$7,149,426	$508,065	$1,575,567	$1,071,630	$38,776	$115,567	$40,968	$0	$115,663	$2,704	$176,608	$13,650	$0	$0

School Jurisdiction Code: 2275

STATEMENT OF CAPITAL ALLOCATIONS
(SUPPORTED CAPITAL FINANCING ONLY)
for the Year Ended August 31, 2002

(in dollars)

		Deferred Capital Allocations	Unamortized Capital Allocations
Balance at August 31, 2001		$0	$36,537,881
Add:			
Capital allocations from:	AB Infrastructure - New/Modernization Projects	$0	
	Other Government of Alberta	$24,025	
	Federal Government and/or First Nations	$0	
	Alberta Municipalities	$0	
	Other Alberta school jurisdictions	$0	
	Other	$0	
Interest earned on provincial government capital allocations		$0	
Other capital grants and donations		$0	
Insurance proceeds		$0	
Donated capital assets (depreciable, at Fair Market Value)			$0
Transferred in capital assets (depreciable, at Net Book Value)			$0
Current Year Debenture Principal Repayment			$1,361,379
Expended capital allocations - current year		($24,025)	$24,025
Less:			
Unamortized Capital Allocation affected by a disposal through transfer out			$0
Capital allocations amortized to revenue			$1,480,927
Balance at August 31, 2002		$0	$36,442,358

NORTHERN GATEWAY REGIONAL DIVISION #10

NOTES TO THE FINANCIAL STATEMENTS
AUGUST 31, 2002

1. Authority and Purpose

The Northern Gateway Regional Division #10 delivers education programs under the authority of the *School Act*, Chapter S-3.1, Statutes of Alberta, 1988.

Northern Gateway Regional Division #10 receives block allocations for instruction and support under Regulation 72/95 of the *School Act*. The Regulation limits funding and expenses for administration. It permits the Regional Division, within specified limits, to reallocate funding between instruction and support blocks.

2. Summary of Significant Accounting Policies

These financial statements have been prepared by management in accordance with Canadian generally accepted accounting principles. The precise determination of many assets and liabilities is dependent on future events. As a result, the preparation of financial statements for a period involves the use of estimates and approximations, which have been made using careful judgement. Actual results could differ from those estimates and approximations. The financial statements have, in management's opinion, been properly prepared within reasonable limits of materiality and within the framework of the accounting policies summarized below:

(a) Revenue Recognition

Instruction and support allocations are recognized in the year to which they relate.

Fees for services related to courses and programs are recognized as revenue when such courses and programs are delivered.

Capital allocations from the province for new construction are recorded as deferred capital allocations until spent. Once spent, the capital allocations are transferred to unamortized capital allocations, which are amortized to revenue on the same basis as the capital asset acquired by the grant.

Capital allocations for the purpose of debt repayment are recorded as unamortized capital allocations.

Unrestricted donations are recognized as revenue when received or receivable. Donations in kind are recorded at fair market value, when reasonably determinable.

Externally restricted donations are recognized as revenue in the period in which the restriction is complied with. Endowment funds which are to be retained as net assets are recorded as direct increases in trust assets and liabilities.

(b) Prepaid expenses

Certain expenditures incurred and paid before the close of the school year are for specific school supplies which will be consumed subsequent to the year-end, and are accordingly recorded as prepaid expenses. Certain insurance expenses fall into this category.

NORTHERN GATEWAY REGIONAL DIVISION #10

NOTES TO THE FINANCIAL STATEMENTS
AUGUST 31, 2002

(c) Capital Assets

Capital assets are recorded at cost, except for donated assets which are recorded at their estimated fair value when acquired. The capital assets are amortized over their estimated useful lives on a straight line basis at the following rates:

Buildings	2.5% to 5%
Equipment	5% to 20%
Vehicles and buses	10% to 20%

Only capital assets with a cost in excess of $5,000 are capitalized. Assets with a cost less than $5,000 are treated as current operating expenses.

(d) School Generated Funds

School generated funds are in the community which come under the control and responsibility of the school principal and are used for school based activities. These funds are usually collected and retained at the school for expenditures paid at the school level (e.g. yearbook sales, graduation fees, field trip fees, etc.)

Funds generated from school based activities are included as assets, liabilities, revenues and expenses of the Regional Division because the accountability, control and ownership of these funds rests with the Regional Division's officials or their appointees.

(e) Vacation Pay

Vacation pay is accrued in the period in which the employee earns the benefit.

(f) Pensions

Employees of the Regional Division participate in a multi-employer pension plan referred to as the Local Authorities Pension Plan (LAPP), which is covered by the Public Sector Pension Plans Act. The plan serves 133,450 people and about 385 employers. It is funded by employer and employee contributions and investment earnings within the fund.

The Regional Division is required to make current service contributions to the Plan of 5.025% of pensionable earnings up to the Canada Pension Plan's annual maximum pensionable earnings and 6.9% for the excess.

Total current service contributions made by the Regional Division to the Local Authorities Pension Plan in 2002 were $142,910 (2001 - $112,216). Total current service contributions made by the Regional Division's employees to the Local Authorities Pension Plan in 2002 were $115,274 (2001 - $90,519).

At December 31, 2001, the Plan disclosed an actuarial surplus of $634.9 million in the Plan.

(g) Contributed Services

Volunteers contribute a considerable number of hours to assist schools within the Regional Division in the delivery of programs, including but not limited to: kindergarten, lunch services and the raising of school generated funds. Because of the difficulty in compiling the hours and determining the fair market value of these services and given the fact that these services are generally not otherwise purchased, these contributed services are not recognized in the financial statements.

NOTES TO THE FINANCIAL STATEMENTS
AUGUST 31, 2002

(h) Financial Instruments

The Regional Division's financial instruments consist of cash and temporary investments, accounts receivable, accounts payable and accrued liabilities and long term debt. It is management's opinion that the Regional Division is not exposed to significant interest, currency or credit risk arising from these financial instruments. Unless otherwise noted, the fair value of these financial instruments approximate their carrying values. The Regional Division is of the opinion that it has invested surplus funds in accordance with Section 44 of the *School Act* and Section 5 of the *Trustees Act*.

(i) Reserves

Reserves are established at the discretion of the Board of Trustees of the Regional Division or externally, to set aside funds for future operating or capital expenditures. Such reserves represent appropriations of the accumulated surplus.

(j) Employee Future Benefits

The Regional Division accounts for the future cost of employee benefits in accordance with Section 3461 of the CICA Handbook.

3. Deferred Revenue

	2002	2001
One time investment grant	$ 96,197	$ 236,070
One time block funding	27,371	27,371
Block modernization funding 2001	313,382	474,557
Whitecourt concept study	2,568	12,218
Valleyview concept study	80,832	90,705
BCRP for 2001-2003	609,022	153,753
One time grant 2002-03	151,407	-
Modernization project	-	20,442
Miscellaneous	5,020	8,624
	$ 1,286,599	$ 1,023,740

4 Trust Assets and Liabilities

These balances represent cash that is held in trust by the Regional Division for the following areas:

	2002	2001
Endowment funds for scholarships	$ 230,535	$ 213,626
Deferred salary leave plans	7,961	
Rental damage deposits	8,165	6,100
Early childhood services (ECS)	7,804	7,161
	$ 254,465	$ 226,887

NORTHERN GATEWAY REGIONAL DIVISION #10

NOTES TO THE FINANCIAL STATEMENTS
AUGUST 31, 2002

5 Long Term Debt

	2002	2001
Debentures repayable to Alberta Municipal Financing Corporation at $2,557,806 per year, including interest at rates of 6.875% to 12.0%. Debenture debt is issued on the credit and security of the Regional Division and matures between 2002 and 2019. Certain of these debentures are eligible for Provincial support. These debentures funded the construction of school buildings with a net carrying amount of $46,645,657.	$10,240,934	$11,612,411
Johnson Controls Ltd. financing agreement, repayable at $10,570 per month including interest at a rate of 7.0% plus an additional $75,000 principal on the anniversary of the completion of the project. The agreement, used to fund the energy retrofit project, matures in December 2006 and is secured by certain capital property with a net book value of $998,980.	779,386	979,965
	11,020,320	12,592,376
Less current portion	(1,481,845)	(1,512,245)
Net long term portion	$ 9,538,475	$11,080,131

The payments of principal required to meet long term debt obligations in each of the next five years are as follows:

	Supported Principal	Unsupported Principal
2003	$ 1,325,719	$ 155,125
2004	1,225,466	166,737
2005	1,076,600	182,415
2006	976,288	197,975
2007	871,059	125,324
Thereafter	4,645,877	54,363
	[illegible]	[illegible]

6 Economic Dependence

As substantially all of the Regional Division's revenue is derived from provincial government transfers, its ability to continue viable operations is dependent upon receiving this revenue. These provincial government transfers are received from Alberta Learning, which is considered a related party by virtue of the fact that it may exercise significant influence over the School Board. These transactions are recorded at the exchange amount and the extent of these transactions is reported on schedule [illegible] to the audited financial statements.

NOTES TO THE FINANCIAL STATEMENTS
AUGUST 31, 2002

7. **Lease Commitments**

The Regional Division's total obligations, under various operating leases for office equipment over each of the next five years, exclusive of maintenance costs, are as follows:

2003	$	111,019
2004		108,203
2005		73,334
2006		60,604
2007		21,080

Lease expense for 2002 amounted to $106,728

8. **Contingency**

The Regional Division is a member of the Alberta Local Authorities Reciprocal Insurance Exchange (ALARIE). Under the terms of membership, the Regional Division could become liable for it's proportionate share of any claim losses in excess of the funds held by the exchange. Any liability incurred would be accounted as a current expenditure in the year the losses are determined. A portion of premiums paid each year are applied to the equity of the Exchange. These payments are recorded as expenses of the Regional Division in the current year as the equity of the Exchange is potentially subject to liability claims and is not a tangible asset the jurisdiction can realize

NORTHERN GATEWAY REGIONAL DIVISION #10

NOTES TO THE FINANCIAL STATEMENTS
AUGUST 31, 2002

9. Interfund Transfers

During the year the Regional Division transferred the following amounts between funds:

	2002	2001
a) Transfers between restricted operating reserves and unrestricted net assets:		
Current operating revenues in excess of expenditures related to restricted funds	$ (749,898)	$ (309,243)
Amortization of capital assets	2,370,168	2,244,944
Amortization of capital allocations	(1,480,928)	(1,455,884)
Gain on disposal of capital assets	(13,650)	(6,000)
Principal payments on unsupported debt	(210,676)	(126,776)
Prior year's unfunded LAPP liability recovered	-	(173,250)
Net transfer from unrestricted to restricted funds	$ (84,984)	$ 173,791
b) Transfers between restricted operating reserves and capital reserves:		
Interest earned on capital reserves	$ 996	$ 1,985
Ministerial order to transfer equipment lease payments	(10,610)	(10,610)
Net transfer from capital reserves to restricted operating reserves	$ (9,614)	$ (8,625)

10. Budget Amounts

The budget was prepared by the school jurisdiction and approved by the Board of Trustees. It is presented for information purposes only and has not been audited.

11. Capital Reconciliation

A.	Total capital assets		$ 54,812,108	
	Deduct:	Long Term debt		
		- supported	(10,126,066)	
		- unsupported	(994,255)	
	Net total			$ 43,691,787
B.	Unamortized capital allocations		36,442,358	
	Add:	Investment in capital assets	7,149,427	
	Net total			$ 43,591,785
C.	Variance			$ 2

SCHEDULE A to the AFS
ALLOCATION OF REVENUES AND EXPENSES TO PROGRAMS - 2001-200:

School Jurisdiction Code: 2275

REVENUES	TOTAL	Early Childhood Services	Total Instruction (Grades 1 to 12)	Operations and Maintenance of Schools & Maintenance Shops	Transportation	Board & System Adminstration			External Services
						Board Governance	System Admintration	Total Board & System Admin.	
Alberta Learning allocations									
(1) Instruction block	$27 330 085	$1 424 500	$25 905 585						
(2) Support block	$7 063 334			$1 944 532	$3 613 798			$1 505 003	
(3) Instruction & support block reallocations	$0	$0	$0	$0	$0			$0	$0
(4) Alberta Initiative for School Improvement (AISI)	$678 030	$0	$678 030						
(5) Student Health Initiative (SHI)	$172 912	$0	$172 912						$0
(6) Teacher Salary Enhancement (TSE)	$842 036	$22 451	$806 078					$13 507	$0
(7) Regional Assessment Services (4 boards only)	$0								$0
(8) Regional P.D. Consortium (6 boards only)	$0								$0
(9) Other Alberta Learning revenues	($1 204 485)	($36 483)	($1 168 002)	$0	$0			$0	$0
(10) **Total Alberta Learning Revenue**	$34 881 912	$1 410 468	$26 394 603	$1 944 532	$3 613 798			$1 518 510	$0
Alberta Infrastructure									
(11) Expensed Block Mod. Block BQRP support	$352 538		$0	$352 538					
(12) Operations and Maintenance support	$1 354 493			$1 354 493					
(13) **Total Alberta Infrastructure Revenue**	$1 707 032		$0	$1 707 032					
(14) **Alberta Finance**	$1 126 916		$0	$1 126 916	$0			$0	
(15) **Other - Government of Alberta**	$709 496	$2 536	$19 399	$687 561	$0			$0	$0
(16) **Federal Government and/or First Nations**	$960 268	$22 879	$833 958	$66 044	$0			$37 387	$0
(17) **Other Alberta school authorities**	$0	$0	$0	$0	$0			$0	$0
(18) **Out of province local authorities**	$0	$0	$0	$0	$0			$0	$0
(19) **Alberta municipalities (excl. supplementary requisitions)**	$16 211	$0	$15 497	$0	$0			$714	$0
(20) **Instruction resource fees**	$212 798	$19 465	$193 333						
(21) **Transportation fees**	$26 419				$26 419				
(22) **Other sales and services**	$115 529	$0	$23 598	$1 220	$84 627			$6 084	$0
(23) **Investment income**	$122 644	$0	$91 185	$13 188	$13 063			$5 209	$0
(24) **Gifts and donations**	$0	$0	$0	$0	$0				$0
(25) **Rentals of facilities**	$135 675	$0	$0	$129 701	$0			$5 974	$0
(26) **Net school generated funds**	$832 294		$832 294					$0	
(27) **Gains on disposal of capital assets**	$13 650	$0	$0	$0	$13 650			$0	$0
(28) **Amortization of capital allocations**	$1 480 927		$0	$1 480 927	$0				
(29) **TOTAL REVENUES** $42 341 771	$42 341 771	$1 455 348	$28 403 868	$7 157 121	$3 751 557			$1 573 878	$0
EXPENSES									
(30) **Certificated salaries**	$19 137 061	$563 334	$18 317 631				$256 096	$256 096	$0
(31) **Certificated benefits**	$2 175 714	$66 146	$2 085 596				$23 972	$23 972	$0
(32) **Uncertificated salaries and wages**	$6 068 855	$374 530	$3 540 745	$695 285	$804 610	$146 721	$506 963	$653 685	$0
(33) **Uncertificated benefits**	$1 143 368	$69 856	$726 124	$111 058	$127 714	$23 455	$85 161	$108 616	$0
(34) **SUB - TOTAL**	$28 524 998	$1 073 866	$24 670 096	$806 344	$932 323	$170 176	$872 192	$1 042 369	$0
(35) **Services, contracts & supplies**	$10 156 765	$115 989	$3 478 841	$3 690 215	$2 515 902	$135 978	$219 842	$355 819	$0
(36) **Cost recoveries & transfers (must balance to zero)**	$0	$0	$0	$0	$0	$0	$0	$0	$0
(37) **Net school generated funds**	$832 294		$832 294						
Capital and debt services									
Amortization of capital assets									
(38) Supported	$1 480 927	$0	$0	$1 480 927	$0	$0	$0	$0	$0
(39) Unsupported	$889 241	$0	$530 415	$87 515	$240 419	$0	$30 892	$30 892	$0
(40) Total Amortization	$2 370 168	$0	$530 415	$1 568 442	$240 419	$0	$30 892	$30 892	$0
Interest on capital debt									
(41) Supported	$1 126 392	$0	$0	$1 126 392	$0	$0	$0	$0	$0
(42) Unsupported	$80 489	$0	$0	$80 489	$0	$0	$0	$0	$0
(43) Other interest charges	$564	$0	$0	$170	$394	$0	$0	$0	$0
(44) Losses on disposal of capital assets	$0	$0	$0	$0	$0	$0	$0	$0	$0
(45) **TOTAL EXPENSES** $43 091 670	$43 091 670	$1 189 855	$29 511 646	$7 272 051	$3 689 038	$306 154	$1 122 926	$1 429 080	$0
(46) Surplus(deficit) Before Funding Allocated for Capital Purposes	($749 898)	$265 493	($1 107 778)	($114 931)	$62 519			$144 798	$0
TOTAL applicable number of students/children	0	404	5 374	5 576	3 977			5 576	
AVERAGE PROGRAM COSTS per applicable student/child	$0	$2 945	$5 492	$1 304	$928			$256	

School Jurisdiction Code: 2275

SCHEDULE B1 to the AFS
INSTRUCTION Grades 1 to 12 Program 2001-2002 Expenses

EXPENSES	INSTRUCTION (Grades 1 to 12)							
	All Student Instruction	School Admin. & Instruction Support	System Instruction Support	Mildly & Moderately Disabled and Gifted & Talented	Severely Disabled	Alberta Initiative for School Improvement	Student Health Initiative	Total Instruction (Grades 1 to 12)
Certificated salaries	$15,268,842	$1,640,328	$102,214	$539,000	$427,114	$340,133	$0	$18,317,631
Certificated benefits	$1,760,468	$159,145	$9,516	$62,361	$53,036	$41,070	$0	$2,085,596
Uncertificated salaries and wages	$523,367	$1,391,151	$14,691	$338,597	$1,175,400	$65,156	$32,384	$3,540,745
Uncertificated benefits	$100,003	$298,417	$3,795	$64,110	$240,768	$14,055	$4,975	$726,124
SUB - TOTAL REMUNERATION	$17,652,679	$3,489,042	$130,216	$1,004,067	$1,896,318	$460,414	$37,359	$24,670,096
Services, contracts & supplies	$2,789,782	$242,295	$118,447	$15,553	$21,075	$136,501	$155,188	$3,478,841
Cost recoveries & transfers	$0	$0	$0	$0	$0	$0	$0	$0
Net school generated funds	$832,294							$832,294
Amortization of capital assets								
Supported	$0	$0	$0	$0	$0	$0	$0	$0
Unsupported	$496,368	$34,047	$0	$0	$0	$0	$0	$530,415
Total Amortization	$496,368	$34,047	$0	$0	$0	$0	$0	$530,415
Interest on capital debt								
Supported	$0	$0	$0	$0	$0	$0	$0	$0
Unsupported	$0	$0	$0	$0	$0	$0	$0	$0
Other interest charges	$0	$0	$0	$0	$0	$0	$0	$0
Losses on disposal of capital assets	$0	$0	$0	$0	$0	$0	$0	$0
TOTAL EXPENSES	$21,771,124	$3,765,384	$248,663	$1,019,621	$1,917,393	$596,915	$192,546	$29,511,646
FTE Certificated				9	7			
FTE Uncertificated				16	57			

SCHEDULE B2 to the AFS
INSTRUCTION Grades 1 to 12 Program 2001-2002

	AB LEARNING INSTRUCTION BLOCK REVENUE	ALBERTA LEARNING OTHER REVENUE	NON-ALBERTA LEARNING REVENUE	INSTRUCTION BLOCK REALLOCATION	TOTAL REVENUE	TOTAL EXPENSES	NET
Basic Instruction	$21,924,253	$489,018	$1,815,931	$0	$24,229,202	$22,518,780	$1,710,422
School Admin & Instruction Support Expenses						$3,765,384	($3,765,384)
System Instruction Support Expenses						$248,663	($248,663)
Total Basic Instruction	$21,924,253	$489,018	$1,815,931	$0	$24,229,202	$26,532,828	($2,303,625)
Sub-Programs & Initiatives							
Severely Disabled	$1,472,038		$0		$1,472,038	$1,917,393	($445,355)
English as a Second Language	$41,876				$41,876	$41,876	$0
Enhanced Opportunities	$0				$0	$0	$0
Native Education Project	$84,810		$0		$84,810	$58,063	$26,747
Institutional Programs	$0				$0	$0	$0
Sparsity & Distance	$1,971,246				$1,971,246		$1,971,246
Growth & Density	$9,010				$9,010		$9,010
Teacher Assistants Program	$106,332				$106,332	$133,750	($27,418)
Early Literacy Initiative (K-2)	$192,962				$192,962	$229,160	($36,198)
Learning Resources (LRC credit used)	$53,670		$193,333		$247,004	$314,160	($67,156)
Supernet	$0				$0	$0	$0
Technology Integration	$0		$0		$0	$202,173	($202,173)
French as a Second Language(all jurisdictions)	$7,505				$7,505	$7,851	($346)
Home Education	$41,882		$0		$41,882	$74,392	($32,510)
Emergent	$0				$0	$0	$0
Total Sub-Programs & Initiatives	$3,981,332		$193,333		$4,174,666	$2,978,819	$1,195,847
INSTRUCTION, GRADES 1-12 (plus Early Lit. ECS)	$25,905,585	$489,018	$2,009,265	$0	$28,403,868	$29,511,646	($1,107,778)

School Jurisdiction Code: 2275

SCHEDULE C to the AFS
SUMMARY OF REVENUE TRANSFERS
BETWEEN ALBERTA LEARNING BLOCK ALLOCATIONS - 2001-2002

	Early Childhood Services	Instruction (Grades 1 to 12)	Operations and Maintenance	Transportation	Board and System Administration	External Services
Alberta Learning block allocations - Schedule A (Lines 1 & 2)	$1,424,500	$25,905,585	$1,944,532	$3,613,798	$1,505,003	
Reallocations permitted by the "Funding for School Authorities" manual						
From instruction block to:						
(1) External Services		$0				$0
From ECS component of instruction block:						
(1) Transportation (part of the 2% maximum) (Note)	$0			$0		
(2) Operations and maintenance of schools (part of the 2% maximum) (Note)	$0		$0			
From all or part of maximum 2% of instruction block to:						
(1) Operations and maintenance of schools		$0	$0			
(2) Transportation		$0		$0		
Calculation: 2% of $27,330,085 = $546,602 $0						
From instruction block (Growth & Denisty component) to:						
(1) Operations and maintenance of schools		$0	$0			
(2) Transportation		$0		$0		
Reallocations directed by the board of trustees						
From operations and maintenance of schools block to:						
(1) Transportation			$0	$0		
(2) Instruction		$0	$0			
From transportation block to:						
(1) Operations and maintenance			$0	$0		
(2) Instruction		$0		$0		
From board and system administration block to:						
(1) Transportation				$0	$0	
(2) Operations and maintenance of schools			$0		$0	
(3) Instruction		$0			$0	
From within the instruction block and its components:						
(1) Instruction to: Early childhood services (ECS)	$0	$0				
(2) ECS to: Instruction	$0	$0				
AMOUNTS REFLECTED ON SCHEDULE A (Line 3)	$0	$0	$0	$0	$0	$0

Note: Incremental ECS costs for transportation or O & M funded out of the instruction block should normally be recorded as a cost recovery on Schedule B rather than as a revenue transfer on this schedule.

School Jurisdiction Code: 2275

SCHEDULE D to the AFS

CALCULATION OF MAXIMUM ELIGIBLE EXPENSE LIMITS FOR BOARD (GOVERNANCE) AND SYSTEM ADMINISTRATION 2001-2002

STEP 1

et
er

Total Revenues (Schedule A):	
Instruction Block - Grades ECS -12 (excluding technology integration and emergent)	$27,330,085
Support Block - Operations & Maintenance	$1,944,532
- Transportation	$3,613,798
SUBTOTAL	$32,888,416
Other Revenues	
Alberta Infrastructure (Operations & Maintenance)	$1,354,493
Other Alberta Learning revenues (Excluding One-Time Grant)	$0
Other - Government of Alberta (Excluding Alberta Finance)	$709,496
Federal government/First Nations	$960,268
Other Alberta school authorities	$0
Out of province local authorities	$0
Alberta municipalities	$16,211
Other sales and services	$115,529
Interest on investments	$122,644
Rentals of facilities	$135,675
Gains on disposal of capital assets	$13,650
Amortization of capital allocations	$1,480,927
School generated funds (Schedule E)	$1,458,768
BASE TOTAL FOR CALCULATING MAXIMUM EXPENSE LIMITS	**$39,256,077**

STEP 2

Calculation of maximum expense limit PERCENTAGE for Board and System Administration expenses

If "Total Net Enrolled Students" are 6,000 and over = 4%

If "Total Net Enrolled Students" are 2,000 and less = 6%

Maxim

4.40%

EXAMPLE: 4,500 FTE count grades 1-12 = 6,000 - 4,500 = 1,500 X .0005 = .75% plus 4% = maximum expense limit of 4.75%.

Note: Calculation unnecessary if Total FTE is 6,000 or more, and 2,000 & less.

STEP 3

Calculate maximum expense limit AMOUNTS for Board and System Administration expenses

Maximum Expense Limit percentage (Step 2) x Base Total (Step 1)		$1,728,543
Considerations for Charter Schools and Francophone Boards:		
If Charter School, enter 50,000	0	$0
If Francophone Board, enter 300,000	0	$0
(If none of these considerations apply, leave the above cells blank)		
MAXIMUM EXPENSE LIMIT		**$1,728,543**

STEP 4

Compare maximum expense limit amounts calculated in Step 3 to actual expenses (from Schedule A)

Actual Board Governance & System Administration expenses	$1,429,080
PLUS: transfers to Restricted - Operating (Board/System Administration)	$175,690
LESS: transfers from Restricted - Operating (Board/System Administration)	$10,610
TOTAL BOARD GOVERNANCE & SYSTEM ADMINISTRATION EXPENSES	$1,615,380
Maximum Expense Limit for Board & System Administration (Step 3)	$1,728,543
ACTUAL EXPENSES - OVER(UNDER) MAXIMUM EXPENSE LIMIT	-$113,163

School Jurisdiction Code: 2275

SCHEDULE E to the AFS
SOURCE & APPLICATION OF SCHOOL GENERATED FUNDS (SGF) - 2001-2002

Unexpended SGF - Opening Balance August 31, 2001		$891,121
Source of School Generated Funds:		
Total School Generated Funds for the year (Note 1)	$1,458,768	
Less: SGF - related cost recoveries (Note 2)	$612,375	
- capitalized at the District level	$0	
Net Total	$846,393	
Plus: Donations Received (Note 3)	$71,286	
Equals: Net Additions to SGF		$917,679
Net SGF Available for discretionary spending		$1,808,800
Net SGF revenue and Net SGF expense - per schedule A, line 26 and line 37		
Net expended SGF for discretionary purposes (Note 4)		$832,294
Unexpended SGF - Closing Balance August 31, 2002		$976,506

Note 1 Excludes fees collected pursuant to Section 60(2)(j) of the School Act (e.g. instruction materials and technology fees determined by board policy or resolution). This is the amount used to calculate the administrative cap. See Schedule E

Note 2 These are the expenses (a) incurred in generating SGF (e.g. fundraising expenses, printing of tickets, payment to DJ at school dance; cost of goods sold for school cafeteria/servery; staffing and supplies for a dinner; raffle prizes; supplies for a car wash; book fair purchases; meals for lunch program), or (b) collected and disbursed for the benefit of individual students (e.g. cost of field trips for student activities not leading to CEU's). Monies collected for CEU-related activities are not SGF. They are recorded as instruction fees.

Note 3 Donations are restricted to cash; gifts in kind are treated as board assets, not SGF. Amounts are net of related expenses.

Note 4 Only SGF expended for discretionary purposes are recorded as revenue and expense; unexpended funds are carried forward on the balance sheet to the succeeding year. Any capital items purchased with SGF should be treated as a SGF-related cost recovery.

School Jurisdiction Code: 2275

SCHEDULE F to the AFS
Operations and Maintenance Program 2001-2002 Expenses

EXPENSES	Operations and Maintenance								
	Maintenance Office & Shop Administration	Preventative Maintenance	Custodial	Fire/Security/ Safety Systems	Sites and Grounds Maintenance	Utilities and Communications	Expensed Block BQRP/Mod.	Capital & Debt Services and Transfers	Total Operations and Maintenance
Uncertificated salaries and wages	$695,285	$0	$0	$0	$0	$0	$0		$695,285
Uncertificated benefits	$111,058	$0	$0	$0	$0	$0	$0		$111,058
SUB - TOTAL REMUNERATION	$806,344	$0	$0	$0	$0	$0	$0		$806,344
Contracted Services	$94,458	$0	$964,005	$29,928	$191,905	$34,841	$352,538		$1,667,675
Supplies	$24,441	$0	$61,254		$1,082,199		$0		$1,167,894
Electricity						$485,676			$485,676
Natural Gas/Heating Fuel						$312,818			$312,818
Sewer and Water						$56,152			$56,152
Cost recoveries & transfers								$0	$0
Amortization of capital assets									
Supported								$1,480,927	$1,480,927
Unsupported	$0	$0	$0	$0	$0	$0	$0	$87,515	$87,515
Total Amortization	$0	$0	$0	$0	$0	$0	$0	$1,568,442	$1,568,442
Interest on capital debt									
Supported								$1,126,392	$1,126,392
Unsupported								$80,489	$80,489
Other interest charges								$170	$170
Losses on disposal of capital assets								$0	$0
TOTAL EXPENSES	$925,242	$0	$1,025,259	$29,928	$1,274,104	$889,487	$352,538	$2,775,493	$7,272,051
FTE Uncertificated (Board/Contract)	2.0	0.0	18.0	0.0	12.0	0.0	0.0	0.0	32.0

Notes:

Maintenance Office & Shop Administration:	Includes all maintenance office related remuneration, supplies, services and contracts.
Preventative Maintenance:	Includes all structural, architectural, mechanical and electrical maintenance items identified below. - activities required for operating and maintaining the structure, envelope, roof, parkade, ramps/fire escapes, fixed exterior walls, exterior finishes of the buildings and outside doors/other barriers - activities for purchase, installation, maintenance and repair of mechanical and electrical systems for the maintenance buildings and schools.
Custodial:	Includes all the activities required for ensuring the buildings are kept in a clean and tidy condition.
Fire/Security/Safety Systems:	Includes all activities required for fire prevention/alarms systems, security personnel and alarm systems, detection systems and related safety systems for the property.
Sites & Grounds Maintenance:	Sites & Grounds Maintenance: includes all activities required for maintenance and upkeep of exterior grounds, parking lots, athletic fields including snow removal and lawn care.
Utilities & Communications:	Includes all cost related to electricity(light & power), natural gas and other heating fuels, sewer & water and all forms of communications.
Expensed Block BQRP/Mod:	Includes all non-capital activities related to Block BQRP/Modernization expensed by the jurisdiction.
Capital & Debt Services:	Includes all activities related to supported school amortization and debt interest expense. All unsupported amortization is allocated to the appropriate sub-categories.

School Jurisdiction Code: 2275

SCHEDULE G to the AFS
DISCLOSURE OF SALARIES AND BENEFITS - 2001-2002
(SECTION 126.1 OF THE SCHOOL ACT)

	FTE's or Individuals	Remuneration	Benefits	Allowances	Performance Bonuses	ERIP's / Other	Total	Expenses
Board of Trustees:								
Chairman								
Name Judy Muir	1	$27,318	$3,575	$0	$0	$0	$30,893	$9,755
Board Members:								
Name Carol Allen	0	$603	$5	$0	$0	$0	$608	$383
Name Warren Bruleigh	1	$14,529	$1,271	$0	$0	$0	$15,799	$7,516
Name Stan Jeffreys	1	$16,577	$3,923	$0	$0	$0	$20,500	$7,933
Name Grethe Jensen	1	$19,835	$4,035	$0	$0	$0	$23,870	$10,018
Name Barbara Maddigan	1	$8,076	$1,365	$0	$0	$0	$9,441	$4,376
Name Terry Slemko	1	$17,458	$3,922	$0	$0	$0	$21,380	$6,722
Name Gerry Steinke	1	$20,275	$862	$0	$0	$0	$21,137	$8,713
Name Maureen Wilcox	1	$10,442	$1,417	$0	$0	$0	$11,858	$5,410
Name Merv Zadderey	1	$13,362	$3,081	$0	$0	$0	$16,444	$6,909
Name	0	$0	$0	$0	$0	$0	$0	$0
Subtotal	**9**	**$148,475**	**$23,455**	**$0**	**$0**	**$0**	**$171,929**	**$67,735**
Superintendent Eugene J. Miller (2)	1	$111,224	$8,119	$0	$0	$0	$119,343	$24,034
Secretary/TreasurerMichael Gramatovich (2)	1	$93,975	$13,231	$0	$0	$0	$107,206	$12,145
Secretary (2)	0	$0	$0	$0	$0	$0	$0	$0
Treasurer (2)	0	$0	$0	$0	$0	$0	$0	$0
Certificated Salaries (1)	313.26	$19,012,217	$2,102,788	$0	$0	$0	$21,115,005	$174,313
Uncertificated Salaries & Wages (1)	226	$5,895,014	$1,116,500	$0	$0	$0	$7,011,514	$166,549
TOTALS		**$25,260,905**	**$3,264,093**	**$0**	**$0**	**$0**	**$28,524,998**	**$444,776**
						Sub-Total of Salaries and Benefits from Schedule A:	$28,524,998	

Notes: Please refer to completion information on page 15.
(1) Full time equivalents (FTE's)
(2) Employed or contracted

School Jurisdiction Code: 2275

SCHEDULE G1 to the AFS

DISCLOSURE OF SALARIES AND BENEFITS *(SECTION 148.1 OF THE SCHOOL ACT)*

COMPLETION INFORMATION

(1) Salary and benefits consist of and agree with the amounts properly recorded in the school jurisdiction's payroll records and related object codes for salaries, wages and benefits.

(2) **Remuneration** includes regular base salaries, administrative allowances, overtime, lump sum payments EXCEPTING TERMINATION BENEFITS (See #10A below), honoraria, deferred salary leave accruals and any other direct cash remuneration EXCEPTING PERFORMANCE PAY (See #10 below).

(3) Certificated salaries include the aggregate of all payments for certificated staff regardless of the length, nature or definition of the employment agreement. The number of full time equivalent staff should be measured as at September 30.

(4) Uncertificated salaries and wages should be measured in terms of the number of individuals employed as at September 30.

(5) Salary and benefits information should be the aggregate amount covering the same fiscal period as the audited financial statements.

(6) Salary must include deferred salary accruals.

(7) Salary includes only payments for services subject to an employer-employee relationship.

(8) **Benefits** include the employer's share of all employee benefits and contributions or payments made on behalf of employees including retirement pensions, Canada pension plan (CPP), employment insurance (EI), health care, dental coverage, vision coverage, out of country medical benefits, group life insurance, accidental disability and dismemberment insurance, long and short term disability plans.

(9) **Allowances** include all monies paid to an employee as miscellaneous **negotiated** allowances. This category will include car or travel allowances, isolation allowances, relocation expenses, sabbaticals, special leave with pay, financial and retirement planning services, and club memberships. ADMINISTRATIVE ALLOWANCES are included in **Remuneration**.

(10) **Performance Bonuses** include those monies paid to employees of the school authority that are tied to the achievement of some specifed goal or objective.

(10A) **Other** includes termination benefits ((severance pay, retiring allowances (ERIP's), sick leave and other settlement costs due to loss of employment).

(11) **Expenses** will include the reimbursements of travel, subsistence, moving costs, conference fees, etc., paid by the employee **or on his/her behalf** in performing the responsibilities of employment.

(12) The superintendent's remuneration is in terms of one individual who is the Chief Executive Officer. Benefits for the superintendent do not include Alberta Learning contributions to the Teachers Retirement Fund pension plan.

(13) A position should include salary, benefits and allowances earned by an individual who officially acted in a position while it was vacant. If a position was vacant and no one acted in the position, the position should not be disclosed.

(14) Benefits and allowances need not include an amount for automobile, housing or other benefits for which a value cannot be reasonably estimated.

(15) If a position is occupied by more than one individual during a year, the aggregate salary, benefits and allowances earned by the individuals in the position should be disclosed. An explanatory note should indicate the number of individuals.

School Jurisdiction Code 1245

AUDITED
FINANCIAL STATEMENTS
and Supporting Schedules
FOR THE YEAR ENDED AUGUST 31, 2002
[School Act, Sections 147(2)(a), 151(1) and 276]

Northern Lights School Division No. 69
Name of School Jurisdiction

6005 - 50th Avenue, Bonnyville, Alberta T9N 2G9
Mailing Address

Phone:(780) 826-3145 Fax: (780)826-4600
Telephone and Fax Numbers

SCHOOL JURISDICTION MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The financial statements and supporting schedules of Northern Lights School Division No. 69 (Name of School Jurisdiction) presented to Alberta Learning have been prepared by school jurisdiction management which has responsibility for their preparation, integrity and objectivity. The financial statements and schedules, including notes, have been prepared in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

In fulfilling its reporting responsibilities, management has maintained internal control systems and procedures designed to provide reasonable assurance that the school jurisdiction's assets are safeguarded, that transactions are executed in accordance with appropriate authorization and that accounting records may be relied upon to properly reflect the school jurisdiction's transactions. The effectiveness of the control systems is supported by the selection and training of qualified personnel, an organizational structure that provides an appropriate division of responsibility and a strong budgetary system of control.

Board of Trustees Responsibility
The ultimate responsibility for the financial statements lies with the Board of Trustees. The Board reviewed the financial statements with management in detail and the Board approved the financial statements for release.

External Auditors
The Board appoints external auditors to audit the financial statements and meets with the auditors to review their findings. The external auditors have full and free access to school jurisdiction records.

Declaration of Management and Board Chairman
To the best of our knowledge and belief, these financial statements and supporting schedules reflect, in all material respects, the financial position and results of operations and cash flows for the year in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

BOARD CHAIRMAN

Heather Welwood
Name
Signature

SUPERINTENDENT

Ed Wittchen
Name
Signature

SECRETARY-TREASURER OR TREASURER

Gary Krawchuk
Name
Signature

November 27, 2002
Dated

TO: ALBERTA LEARNING, School Reporting Branch
4th Floor Commerce Place, 10155 102 Street, Edmonton AB T5J 4L5
EMAIL: Cindy.[illegible]@gov.ab.ca
PHONE: (780) 427-7782 FAX: (780) 422-[illegible]

School Jurisdiction Code: 1245

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ROSS
TOPYLKI LLP

Chartered Accountants

Brian W. Ross*, C.A.
Beverley Topylki*, C.A.
* Denotes Professional Corporation
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Phone (780) 826-4469
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Cold Lake
Phone (780) 594-5514
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AUDITORS' REPORT

To the Board of Trustees of
Northern Lights School Division No. 69

We have audited the statement of financial position of the Northern Lights School Division No. 69 as at August 31, 2002 and the statements of revenues and expenses, cash flows, changes in net assets and capital allocations for the year then ended. These financial statements are the responsibility of the School Division's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the financial position of the School Division as at August 31, 2002 and the results of its operations, changes in cash flows, net assets and capital allocations for the year then ended in accordance with Canadian generally accepted accounting principles.

Our audit was conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The supplementary information included in Schedules A through G is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such supplementary information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

Ross & Topylki LLP
Chartered Accountants

Bonnyville, Alberta
November 18, 2002

School Jurisdiction Code: 1245

STATEMENT OF FINANCIAL POSITION

as at August 31

(in dollars)

		2002	2001
ASSETS			
Current assets			
Cash and temporary investments		$16,039,817	$13,183,538
Accounts receivable (net after allowances)			
Province of Alberta		$709,856	$1,247,702
Federal Government and/or First Nations		$410,896	$566,047
Alberta municipalities		$7,386	$18,990
Other Alberta school jurisdictions		$101,715	$28,152
Other		$96,036	$140,454
Prepaid expenses		$185,972	$545,754
Other current assets		$0	$0
Total current assets		$17,551,678	$15,730,637
School generated assets		$576,914	$666,903
Trust assets		$63,417	$62,947
Capital assets			
Land		$1,641,903	$1,587,652
Buildings	$48,268,074		
Less: accumulated amortization	($22,922,110)	$25,345,964	$23,085,866
Equipment	$2,708,062		
Less: accumulated amortization	($1,543,332)	$1,164,730	$983,623
Vehicles	$1,051,543		
Less: accumulated amortization	($495,599)	$555,944	$655,438
Total capital assets		$28,708,541	$26,312,579
TOTAL ASSETS		$46,900,550	$42,773,066
LIABILITIES			
Current liabilities			
Bank indebtedness		$0	$0
Accounts payable and accrued liabilities			
Province of Alberta		$643,005	$753,293
Federal Government and/or First Nations		$0	$0
Alberta municipalities		$0	$0
Other Alberta school jurisdictions		$0	$0
Other		$2,613,677	$1,488,541
Deferred revenue		$827,006	$2,075,457
Deferred capital allocations		$7,647,526	$8,066,346
Current portion of all long term debt		$1,383,226	$1,448,119
Total current liabilities		$13,114,440	$13,831,756
School generated liabilities		$576,914	$666,903
Trust liabilities		$63,417	$62,947
Unfunded employee future benefit liability		$0	$0
Long term debt			
Supported: Debentures and other supported debt		$12,053,344	$13,501,464
Less: Current portion of supported debt		($1,256,944)	($1,448,119)
Unsupported: Debentures and Capital Loans		$0	$0
Capital Leases		$260,644	$0
Mortgages		$0	$0
Less: Current portion of unsupported debt		($126,282)	$0
Unamortized capital allocations		$12,744,593	$8,907,603
Total long term liabilities		$24,315,686	$21,690,798
TOTAL LIABILITIES		$37,430,126	$35,522,554
NET ASSETS			
Unrestricted net assets		$259,964	$0
Operating Reserves		$5,553,410	$3,346,998
Accumulated Operating Surplus (Deficit)		$5,813,374	$3,346,998
Investment in capital assets		$3,649,959	$3,903,514
Capital Reserves		$7,091	$0
Total Capital Funds		$3,657,050	$3,903,514
Total net assets		$9,470,424	$7,250,512
TOTAL LIABILITIES AND NET ASSETS		$46,900,550	$42,773,066

School Jurisdiction Code: 1245

STATEMENT OF REVENUES AND EXPENSES

for the Year Ended August 31

(in dollars)

	Actual 2002	Budget 2002 (1)	Actual 2001 (2)
REVENUES			
Alberta Learning	$42,156,386	$42,376,444	$40,996,426
Alberta Infrastructure	$2,607,618	$449,059	$931,787
Alberta Finance	$1,481,701	$1,393,058	$1,789,495
Other Government of Alberta	$273,496	$299,532	$357,134
Federal Government and/or First Nations	$1,610,650	$1,278,123	$1,163,729
Other Alberta school authorities	$37,014	$0	$68,899
Out of province local authorities	$0	$0	$0
Alberta Municipalities (excluding supplementary requisitions)	$21,461	$0	$1,300
Instruction resource fees	$0	$0	$21,630
Transportation fees	$95,515	$80,000	$83,024
Other sales and services	$679,280	$200,000	$511,434
Investment income	$174,720	$135,000	$171,629
Gifts and donations	$16,700	$10,000	$106,522
Rentals of facilities	$33,880	$25,000	$30,280
Net school generated funds	$577,368	$564,595	$617,318
Gains on disposal of capital assets	$8,419	$0	$23,191
Amortization of capital allocations	$1,369,236	$1,312,353	$1,328,201
Total Revenues	$51,143,444	$48,123,164	$48,201,999
EXPENSES			
Certificated salaries	$21,315,837	$23,002,154	$21,388,790
Certificated benefits	$2,502,245	$2,937,057	$2,596,836
Uncertificated salaries and wages	$6,695,132	$6,981,875	$6,227,540
Uncertificated benefits	$1,480,890	$1,448,407	$1,323,824
Services, contracts and supplies	$12,977,000	$9,978,302	$12,437,858
Net school generated funds	$577,368	$564,595	$617,318
Capital and debt services			
Amortization of capital assets			
Supported	$1,369,236	$1,312,353	$1,328,201
Unsupported	$622,606	$594,600	$534,788
Total Amortization of capital assets	$1,991,842	$1,906,953	$1,862,989
Interest on capital debt			
Supported	$1,393,058	$1,393,058	$1,539,915
Unsupported	$0	$0	$0
Total Interest on capital debt	$1,393,058	$1,393,058	$1,539,915
Other interest charges	$3,660	$10,000	$3,452
Losses on disposal of capital assets	$0	$0	$92,951
Total Expenses	$48,937,032	$48,222,401	$48,091,473
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES BEFORE FUNDING ALLOCATED FOR CAPITAL PURPOSES	$2,206,412	($99,237)	$110,526
Block BQRP revenue used for capital purposes	$0	$0	$0
Block MOD revenue used for capital purposes	$0	$0	$0
1999 One-time grant revenue used for capital purposes	13,500	$0	$93,600
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES	$2,219,912	($99,237)	$204,126

Note (1) 2001-2002 budget numbers as restated or taken from the finalized Budget Report pursuant to section 147(2)(b) of the School Act

Note (2) 2000-2001 actuals as restated or taken from the finalized audited financial statements pursuant to Section 147(2)(a) of the School Act

School Jurisdiction Code: 1245

STATEMENT OF CASH FLOWS

for the Year Ended August 31

(in dollars)

		2002	2001
CASH FLOWS FROM:			
A. OPERATIONS			
Surplus (deficit) of revenues over expenses for the year		$2,219,912	$204,126
Add (Deduct) items not requiring cash:			
Amortization of capital allocations revenue		($1,369,236)	($1,328,201)
Total amortization expense		$1,991,842	$1,862,989
Gains on disposal of capital assets		($8,419)	$0
Losses on sale of capital assets		$0	$0
Changes in accrued accounts:			
Accounts receivable		$675,456	($379,772)
Prepaids and other current assets		$359,782	$2,696
Payables and accrued liabilities		$1,014,848	$451,246
Deferred revenue		($1,248,451)	$495,882
Unfunded employee future benefit expense (recovery)		$0	$0
Other (e.g. change in net trust liabilities)		$0	$69,760
Total sources (uses) of cash from Operations		$3,635,734	$1,378,726
B. INVESTING ACTIVITIES			
Purchases of capital assets			
Land		($99,638)	($231,092)
Buildings		($3,647,348)	($274,642)
Equipment		($573,676)	($228,880)
Vehicles		($99,647)	($411,049)
Proceeds from disposal of capital assets		$40,924	$26,489
Other (describe)		$0	$0
Total sources (uses) of cash from Investing activities		($4,379,385)	($1,119,174)
C. FINANCING ACTIVITIES			
Capital allocations received		$3,339,288	$8,232,658
Issue of long term debt		$260,644	$0
Repayment of long term debt		($1,448,120)	($1,448,117)
Add back: supported portion		$1,448,118	$1,448,119
Total sources (uses) from Financing activities		$3,599,930	$8,232,660
Net sources (uses) of cash equivalents* during year		$2,856,279	$8,492,212
Cash Equivalents at the beginning of the year		$13,183,538	$4,691,326
Cash Equivalents at the end of the year	$16,039,817	$16,039,817	$13,183,538

Note: Cash equivalents consist of:
- cash and temporary investments
- bank indebtedness

STATEMENT OF CHANGES IN NET ASSETS
for the Year Ended August 31, 2002
(in dollars)

School Jurisdiction Code: 0

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)	(14)	(15)
					RESTRICTED NET ASSETS										
					School Based		Alberta Infrastructure			Board & System Admin.		Transportation		External Services	
	TOTAL NET ASSETS (Columns 2+3+4	INVESTMENT IN CAPITAL ASSETS	UNRESTRICTED NET ASSETS	TOTAL RESTRICTED NET ASSETS Columns 5 to 15	Unsupported Operating Reserves	Unsupported Capital (Vehicle, Equip) Reserves	Unsupported O& M Operating Reserves	Supported School (Bldg/Land) Capital Reserves	Unsupported Capital (Bldg, Vehicle,Equip) Reserves	Unsupported Operating Reserves	Unsupported Capital (Bldg, Vehicle,Equip) Reserves	Unsupported Operating Reserves	Unsupported Capital (Bldg, Vehicle,Equip) Reserves	Unsupported Operating Reserves	Unsupported Capital (Bldg, Vehicle,Equip) Reserves
Balance at August 31, 2001	$7,250,512	$3,903,514	$0	$3,346,998	$1,126,865	$0	$900,406	$0	$0	$934,330	$0	$385,397	$0	$0	$0
Prior period adjustments (describe)															
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
Adjusted Balance, Aug. 31, 2001	$7,250,512	$3,903,514	$0	$3,346,998	$1,126,865	$0	$900,406	$0	$0	$934,330	$0	$385,397	$0	$0	$0
Surplus(def) of revenue over expenses	$2,219,912		$2,219,912												
Block BORP funded capital transactions		$0	$0												
Block MOD funded capital transactions		$0	$0												
Board funded capital transactions		$401,556	($367,723)	($33,833)	$0	($33,833)	$0		$0	$0	$0	$0	$0	$0	$0
Donations of non-amortizable assets	$0	$0													
Amortization of capital assets		($1,991,842)	$1,991,842												
Amortization of capital allocations		$1,369,236	($1,369,236)												
Disposal of unsupported capital assets		($26,673)	($8,419)	$35,092		$35,092			$0		$0		$0		$0
Disposal of supported capital assets	$0	($5,832)	$0	$5,832				$5,832							
Debt principal payments (unsupported)		$0	$0	$0	$0	$0	$0	$0	$0	$0	$0				
Net transfers to operating reserves			($2,271,871)	$2,271,871	$1,942,854	$0	$270,592	$0	$0	$0	$0	$58,425	$0	$0	$0
Net transfers from operating reserves			$65,459	($65,459)	$0	$0	$0	$0	$0	($65,459)	$0	$0	$0	$0	$0
Net transfers to capital reserves			$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
Net transfers from capital reserves	$0		$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
Balance at August 31, 2002	$9,470,424	$3,649,959	$259,964	$5,560,501	$3,069,719	$1,259	$1,170,998	$5,832	$0	$868,871	$0	$443,822	$0	$0	$0

1129

School Jurisdiction Code: 1245

STATEMENT OF CAPITAL ALLOCATIONS
(SUPPORTED CAPITAL FINANCING ONLY)
for the Year Ended August 31, 2002

(in dollars)

		Deferred Capital Allocations	Unamortized Capital Allocations
Balance at August 31, 2001		$8,066,346	$8,907,603
Add:			
Capital allocations from:	AB Infrastructure - New/Modernization Projects	$3,141,364	
	Other Government of Alberta	$0	
	Federal Government and/or First Nations	$0	
	Alberta Municipalities	$0	
	Other Alberta school jurisdictions	$0	
	Other	$0	
Interest earned on provincial government capital allocations		$197,924	
Other capital grants and donations		$0	
Insurance proceeds		$0	
Donated capital assets (depreciable, at Fair Market Value)			$0
Transferred in capital assets (depreciable, at Net Book Value)			$0
Current Year Debenture Principal Repayment			$1,448,118
Expended capital allocations - current year		($3,758,108)	$3,758,108
Less:			
Unamortized Capital Allocation affected by a disposal through transfer out			$0
Capital allocations amortized to revenue			$1,369,236
Balance at August 31, 2002		$7,647,526	$12,744,593

1. AUTHORITY AND PURPOSE

The School Division delivers education programs under the authority of the School Act, Chapter S-3, Statutes of Alberta, Jaunary 1, 2002

The School Division receives block allocations for instruction and support under the School Act Regulation 72/95. The regulation limits funding and expenses for administration. It permits the School Division, within specified limits, to reallocate funding between the instruction and support blocks.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

These financial statements are prepared in accordance with Canadian generally accepted accounting principles and accounting policies consistent with those prescribed by Alberta Learning for Alberta school jurisdictions. The precise determination of many assets and liabilities is dependent on future events. As a result, the preparation of financial statements for a period involves the use of estimates and approximations, which have been made using careful judgement. Actual results could differ from those estimates and approximations. The financial statements have, in management's opinion, been properly prepared within reasonable limits of materiality and within the framework of the accounting policies summarized below:

(a) Revenue recognition

Revenue is recognized as follows:

Instruction and support allocations are recognized in the year to which they relate.

Fees for services related to courses and programs are recognized as revenue when such courses and programs are delivered.

Unrestricted contributions are recognized as revenue when received or receivable. Contributions in-kind are recorded at fair market value when reasonably determinable.

Externally restricted contributions are deferred and recognized as revenue in the period in which the restriction is complied with. Endowment funds which are to be retained as net assets, are recorded as direct increases in trust assets and liabilities.

(b) Capital assets

Capital assets are recorded at cost. Amortization is calculated on a straight line basis over the estimated useful life of the assets at the following annual rates:

Buildings	2.5%, 4% and 10%
Equipment	10% and 20%
Site improvements	5%
Vehicles	10% and 20%

Only capital assets with costs in excess of $5,000 are capitalized. Any capital allocations received for asset additions are amortized over the same period as the related asset.

(c) School generated funds

These are funds in the community, which come under the control and responsibility of the school principal and are for school activities. These funds are usually collected and retained at the school for expenditures paid at the school level (e.g. yearbook sales, graduation fees, field trip fees, etc.)

2. ACCOUNTING POLICIES (continued)

(d) Vacation pay

Vacation pay is accrued in the period in which the employee earns the benefit.

(e) Pensions

Pension costs included in these statements comprise the cost of employer contributions for current service of employees during the year.

The current service and past service costs of the Alberta Teacher Retirement Fund are met by contributions by active members and the Government of Alberta. Under the terms of the Teachers Pension Plan Act, the School Division does not make pension contributions for certificated staff.

The School Division participates in the multi-employer pension plan, Local Authorities Pension Plan. The expense for this pension plan is equivalent to the annual contributions for the year ended August 31, 2002. The School Division's portion of the pension plans' deficit or surplus is not recorded by the School Division.

(f) Prepaid expense

Certain expenditures incurred and paid before the close of the school year are for specific school supplies which will be consumed subsequent to the year end, and are accordingly recorded as prepaid expenses. Certain insurance expenses fall into this category.

(g) Contributed services

Volunteers contribute a considerable number of hours per year to various schools which are within the school board to ensure that certain programs are delivered, such as kindergarten, lunch services and the raising of school generated funds. Because of the difficulty of compiling these hours and the fact that these services are not otherwise purchased, contributed services are not recognized in the financial statements.

(h) Financial Instruments

The School Division's financial instruments consists of cash, accounts receivable, accounts payable, accrued liabilities, and long-term debt. The School Division has an authorized line of credit to a maximum of $5,000,000, bearing interest at prime less 0.25% per annum, secured by a revolving line of credit agreement and related demand promissory note, school division borrowing resolution for capital and current expenditures, Government of Alberta Department of Education Ministerial order #141/94 dated October 12, 1994, and EFT transfer agreement dated July 18, 1996. The line of credit was not in use as at year-end. It is management's opinion that the School Division is not exposed to significant interest, currency or credit risks arising from these financial instruments. The School Division has invested surplus funds in accordance with Section 44 of the School Act and Section 5 of the Trustees Act.

(i) Operating and capital reserves

Reserves are established at the discretion of the Board of Trustees of the School Division or externally, to set aside funds for operating and for future capital expenditures. Such reserves are appropriations of accumulated surplus.

(j) Employee future benefits

The School Division accounted for the future cost of employee benefits commencing in the 2000-2001 school year using the retroactive approach. There is no financial impact on the jurisdiction at this time.

3. TRUST ASSETS AND LIABILITIES

These balances represent cash that is held in trust by the School Division for scholarship trusts.

4. DEFERRED REVENUE

	2002	2001
Deferred revenue consists:		
Building Quality Restoration Program	$ 273,541	$ 318,793
One-time grant funding	337,110	561,375
Other	216,355	195,811
Block Modernization Funding	-	649,500
Energy rebate	-	217,356
Technology Integration Funding		132,622
	$ 827,006	$ 2,075,457

5. DEFERRED CAPITAL ALLOCATIONS

Capital allocations received for qualifying capital projects initiated by the School Division have been capitalized. These allocations are amortized on a basis consistent with the capital asset that the allocation funded.

6. UNAMORTIZED CAPITAL ALLOCATIONS

Unamortized capital allocations (UCA) represents the School Division's net investment in capital assets (other than land and equipment) purchased prior to September 1, 1995. The total debenture payments increase the balance in the UCA account, with the amortization expense on related assets acting as a deduction to the account. Transfers from the deferred capital allocation account also increase the balance in the UCA account.

7. DEBENTURES AND OTHER SUPPORTED DEBT

Principal and interest on supported debenture debt are due as follows:

	Principal	Interest
2003	$ 1,256,944	$ 1,246,200
2004	1,188,988	1,116,438
2005	1,086,295	993,096
2006	1,019,958	877,083
2007	999,027	767,289
Thereafter	6,502,132	3,117,923
	$ 12,053,344	$ 8,118,029

Existing supported debenture debt matures in annual amounts to the year 2018 and debenture interest is payable to Alberta Municipal Finance Corporation at rates ranging from 5.75% to 12% per annum. Repayment of supported debenture debt and and interest thereon is wholly funded by Alberta Learning.

8. CAPITAL LEASES

	2002	2001
Dell Financial Services Canada capital lease payable $149,631 annually including interest at 6.56% per annum, due September, 2003, secured by specific equipment with a carrying value of $410,488	$ 260,644	$ -
Less amount payable within one year	126,282	-
	$ 134,362	$ -

Principal payments required to retire the lease are approximately as follows:

2003	$ 126,282
2004	134,362
	$ 260,644

9. ONE TIME GRANT REVENUE USED FOR CAPITAL PURPOSES

In 1999, Alberta Learning announced a One-Time Grant as a major investment in education. The School Division's share of this One-Time funding was $1,812,005. This funding has been taken into revenue to the extent that the funds have been used for the acquisition of unsupported capital assets in accordance with the guidelines from Alberta Learning. The unexpended balance is included in deferred revenue.

10. CONTINGENCIES

The School Division is a member of a reciprocal insurance exchange called ALAIRE. A portion of the premiums paid each year represents equity contributions to the insurance fund. These payments have been recorded as expenditures in the financial statements as the value of equity is subject to liability claims and is not an asset that the School Division can liquidate.

11. COMMITMENTS

(a) Building modernization projects

The School Division is committed to further capital expenditures for the addition at J.A. Williams and Duclos schools of approximately $3,517,929. These costs are fully funded by the capital allocations from Alberta Infrastructure and included in deferred capital allocations.

(b) Photocopier lease

The company is committed to the following minimum annual lease payments for fifty-eight photocopiers pursuant to a lease expiring August, 2005:

2003	$ 438,233
2004	438,233
2005	438,233
	$ 1,314,699

12 BUDGET AMOUNTS

The budget as stated in the accompanying financial statements was prepared by the School Division's management and was approved by the Board of Trustees on June 12, 2002. It is presented for information purposes only and has not been audited.

13 SCHEDULE G TO THE AUDITED FINANCIAL STATEMENTS

Line Amalia, Belcourt, Franchuk on Schedule G consists of the following:

	Remuneration		Benefits		Expenses		Total
Trustee Amalia	$ 750	$	-	$	218	$	968
Trustee Belcourt	675		-		457		1,132
Trustee Franchuk	675		9		387		1,071
	$ 2,100	$	9	$	1,062	$	3,171

SCHEDULE A to the AFS
ALLOCATION OF REVENUES AND EXPENSES TO PROGRAMS - 2001-200:

School Jurisdiction Code: 1245

REVENUES	TOTAL	Early Childhood Services	Total Instruction (Grades 1 to 12)	Operations and Maintenance of Schools & Maintenance Shops	Transportation	Board & System Adminstration			External Services
						Board Governance	System Admintration	Total Board & System Admin.	
Alberta Learning allocations									
(1) Instruction block	$31 519 431	1 905 666	$29 613 765						
(2) Support block	$8 341 518			2 173 644	4 567 580			1 600 294	
(3) Instruction & support block reallocations	$0	($1 111 409)	$1 111 409	$0	$0			$0	$0
(4) Alberta Initiative for School Improvement (AISI)	$778 551	778 551	$0						
(5) Student Health Initiative (SHI)	$60 851	$0	60 851						$0
(6) Teacher Salary Enhancement (TSE)	$965 373	$0	956 547					$8 826	$0
(7) Regional Assessment Services (4 boards only)	$0								$0
(8) Regional P.D. Consortium (6 boards only)	$0								$0
(9) Other Alberta Learning revenues	$490 662	$0	465 662	-	$0			$0	$25 000
(10) **Total Alberta Learning Revenue**	$42 156 386	$1 572 808	$32 208 234	$2 173 644	$4 567 580			$1 609 120	$25 000
Alberta Infrastructure									
(11) Expensed Block Mod. Block BQRP support	$1 038 064		$0	1 038 064					
(12) Operations and Maintenance support	$1 569 554			1 569 554					
(13) **Total Alberta Infrastructure Revenue**	$2 607 618		$0	$2 607 618					
(14) **Alberta Finance**	$1 481 701		$0	1 481 701	$0			$0	
(15) **Other - Government of Alberta**	$273 496	$0	93 372	10 463	-			$8 000	161 661
(16) **Federal Government and/or First Nations**	$1 610 650	$10 705	1 364 834	167 365	-			67 746	$0
(17) **Other Alberta school authorities**	$37 014	$0	$0	$33 414	$0			$3 600	$0
(18) **Out of province local authorities**	$0	$0	$0	$0	$0			$0	$0
(19) **Alberta municipalities (excl. supplementary requisitions)**	$21 461	$0	$575	$0	$0			$0	$20 886
(20) **Instruction resource fees**	$0	$0	-						
(21) **Transportation fees**	$95 515				95 515				
(22) **Other sales and services**	$679 280	$0	341 884	$89 540	$0			$90 430	$157 426
(23) **Investment income**	$174 720	$0	$34 941	$100 029	$0			39 750	$0
(24) **Gifts and donations**	$16 700	$0	16 700	$0	$0				$0
(25) **Rentals of facilities**	$33 880	$0	4 108	29 772	$0			$0	$0
(26) **Net school generated funds**	$577 368		$577 368					$0	
(27) **Gains on disposal of capital assets**	$8 419	$0	$8 419	$0	$0			-	$0
(28) **Amortization of capital allocations**	$1 369 236		34 723	$1 334 513	$0				
(29) **TOTAL REVENUES** $51 143 444	$51 143 444	$1 583 513	$34 685 158	$8 028 059	$4 663 095			$1 818 646	$364 973
EXPENSES									
(30) **Certificated salaries**	$21 315 837	$858 208	$20 012 713				$324 700	$324 700	$120 216
(31) **Certificated benefits**	$2 502 245	$104 806	$2 356 620				$29 583	$29 583	$11 236
(32) **Uncertificated salaries and wages**	$6 695 132	$443 735	$4 270 208	$1 120 758	$148 528	$77 337	$522 866	$600 203	$111 700
(33) **Uncertificated benefits**	$1 480 890	$103 264	$1 014 208	$218 919	$28 821	$1 157	$106 084	$107 241	$8 437
(34) **SUB - TOTAL**	$31 994 104	$1 510 013	$27 653 749	$1 339 677	$177 349	$78 494	$983 233	$1 061 727	$251 589
(35) **Services, contracts & supplies**	$12 977 000	$73 500	$4 077 562	$3 546 920	$4 396 694	$68 022	$700 918	$768 940	$113 384
(36) **Cost recoveries & transfers (must balance to zero)**	$0	$0	$0	$0	$25 000	$0	($25 000)	($25 000)	$0
(37) **Net school generated funds**	$577 368		$577 368						
Capital and debt services									
Amortization of capital assets									
(38) Supported	$1 369 236	$0	$34 723	$1 334 513	$0	$0	$0	$0	$0
(39) Unsupported	$622 606	$0	$398 902	$143 299	$5 627	$0	$74 778	$74 778	$0
(40) Total Amortization	$1 991 842	$0	$433 625	$1 477 812	$5 627	$0	$74 778	$74 778	$0
Interest on capital debt									
(41) Supported	$1 393 058	$0	$0	$1 393 058	$0	$0	$0	$0	$0
(42) Unsupported	$0	$0	$0	$0	$0	$0	$0	$0	$0
(43) Other interest charges	$3 660	$0	$0	$0	$0	$0	$3 660	$3 660	$0
(44) Losses on disposal of capital assets	$0	$0	$0	$0	$0	$0	$0	$0	$0
(45) **TOTAL EXPENSES** $48 937 032	$48 937 032	$1 583 513	$32 742 304	$7 757 467	$4 604 670	$146 516	$1 737 589	$1 884 105	$364 973
(46) Surplus(deficit) Before Funding Allocated for Capital Purposes	$2 206 412	$0	$1 942 854	$270 592	$58 425			($65 459)	$0
TOTAL applicable number of students/children	6 107	464	5 876	6 107	5 875			6 107	
AVERAGE PROGRAM COSTS per applicable student/child	$8 013	$3 413	$5 572	$1 270	$784			$309	

School Jurisdiction Code: 1245

SCHEDULE B1 to the AFS
INSTRUCTION Grades 1 to 12 Program 2001-2002 Expenses

EXPENSES	INSTRUCTION (Grades 1 to 12)							
	All Student Instruction	School Admin. & Instruction Support	System Instruction Support	Mildly & Moderately Disabled and Gifted & Talented	Severely Disabled	Alberta Initiative for School Improvement	Student Health Initiative	Total Instruction (Grades 1 to 12)
Certificated salaries	$15,848,882	$2,013,934	$251,943	$644,164	$659,595	$594,195	$0	$20,012,713
Certificated benefits	$1,934,889	$216,957	$18,908	$77,300	$28,058	$80,508	$0	$2,356,620
Uncertificated salaries and wages	$303,332	$1,309,152	$294,301	$849,645	$1,466,978	$0	$46,800	$4,270,208
Uncertificated benefits	$60,436	$316,102	$57,681	$204,391	$365,958	$0	$9,640	$1,014,208
SUB - TOTAL REMUNERATION	$18,147,539	$3,856,145	$622,833	$1,775,500	$2,520,589	$674,703	$56,440	$27,653,749
Services, contracts & supplies	$3,096,446	$1,009	$141,398	$301,883	$428,569	$103,846	$4,411	$4,077,562
Cost recoveries & transfers	$0	$0	$0	$0	$0	$0	$0	$0
Net school generated funds	$577,368							$577,368
Amortization of capital assets								
Supported	$34,723	$0	$0	$0	$0	$0	$0	$34,723
Unsupported	$368,197	$0	$30,705	$0	$0	$0	$0	$398,902
Total Amortization	$402,920	$0	$30,705	$0	$0	$0	$0	$433,625
Interest on capital debt								
Supported	$0	$0	$0	$0	$0	$0	$0	$0
Unsupported	$0	$0	$0	$0	$0	$0	$0	$0
Other interest charges	$0	$0	$0	$0	$0	$0	$0	$0
Losses on disposal of capital assets	$0	$0	$0	$0	$0	$0	$0	$0
TOTAL EXPENSES	$22,224,273	$3,857,154	$794,936	$2,077,383	$2,949,158	$778,549	$60,851	$32,742,304
FTE Certificated				9	10			
FTE Uncertificated				47	82			

SCHEDULE B2 to the AFS
INSTRUCTION Grades 1 to 12 Program 2001-2002

	AB LEARNING INSTRUCTION BLOCK REVENUE	ALBERTA LEARNING OTHER REVENUE	NON-ALBERTA LEARNING REVENUE	INSTRUCTION BLOCK REALLOCATION	TOTAL REVENUE	TOTAL EXPENSES	NET
Basic Instruction	24,289,814	$1,483,060	$2,476,924	$1,111,409	$29,361,207	$23,680,408	$5,680,799
School Admin & Instruction Support Expenses						$3,857,154	($3,857,154)
System Instruction Support Expenses						$794,936	($794,936)
Total Basic Instruction	$24,289,814	$1,483,060	$2,476,924	$1,111,409	$29,361,207	$28,332,498	$1,028,709
Sub-Programs & Initiatives							
Severely Disabled	2,949,158		$0		$2,949,158	$2,949,158	($0)
English as a Second Language	61,370				$61,370	$58,392	$2,978
Enhanced Opportunities	115,000				$115,000	$152,356	($37,356)
Native Education Project	370,343		$0		$370,343	$372,886	($2,543)
Institutional Programs	121,306				$121,306	$160,156	($38,850)
Sparsity & Distance	1,108,911				$1,108,911		$1,108,911
Growth & Density	17,914				$17,914		$17,914
Teacher Assistants Program	113,496				$113,496	$110,266	$3,230
Early Literacy Initiative (K-2)	210,456				$210,456	$179,337	$31,119
Learning Resources (LRC credit used)	38,409		$0		$38,409	$211,187	($172,778)
Supernet	$0				$0	$0	$0
Technology Integration	132,622		$0		$132,622	$132,622	$0
French as a Second Language(all jurisdictions)	29,135				$29,135	$29,135	$0
Home Education	55,831		$0		$55,831	$54,311	$1,520
Emergent	$0				$0	$0	$0
Total Sub-Programs & Initiatives	$5,323,951		$0		$5,323,951	$4,409,806	$914,145
INSTRUCTION, GRADES 1-12 (plus Early Lit. ECS)	$29,613,765	$1,483,060	$2,476,924	$1,111,409	$34,685,158	$32,742,304	$1,942,854

School Jurisdiction Code: 1245

SCHEDULE C to the AFS
SUMMARY OF REVENUE TRANSFERS
BETWEEN ALBERTA LEARNING BLOCK ALLOCATIONS - 2001-2002

	Early Childhood Services	Instruction (Grades 1 to 12)	Operations and Maintenance	Transportation	Board and System Administration	External Services
Alberta Learning block allocations - Schedule A (Lines 1 & 2)	$1,905,666	$29,613,765	$2,173,644	$4,567,580	$1,600,294	
Reallocations permitted by the "Funding for School Authorities" manual						
From instruction block to						
(1) External Services		$0				$0
From ECS component of instruction block						
(1) Transportation (part of the 2% maximum) (Note)	$0			$0		
(2) Operations and maintenance of schools (part of the 2% maximum) (Note)	$0		$0			
From all or part of maximum 2% of instruction block to						
(1) Operations and maintenance of schools		$0	$0			
(2) Transportation		$0		$0		
Calculation: 2% of ***$31,519,431*** = ***$630,389*** ***$0***						
From instruction block (Growth & Denisty component) to						
(1) Operations and maintenance of schools		$0	$0			
(2) Transportation		$0		$0		
Reallocations directed by the board of trustees						
From operations and maintenance of schools block to						
(1) Transportation			$0	$0		
(2) Instruction		$0	$0			
From transportation block to						
(1) Operations and maintenance			$0	$0		
(2) Instruction		$0		$0		
From board and system administration block to						
(1) Transportation				$0	$0	
(2) Operations and maintenance of schools			$0		$0	
(3) Instruction		$0			$0	
From within the instruction block and its components						
(1) Instruction to Early childhood services (ECS)	$0	$0				
(2) ECS to Instruction	($1,111,409)	$1,111,409				
AMOUNTS REFLECTED ON SCHEDULE A (Line 3)	($1,111,409)	$1,111,409	$0	$0	$0	$0

Note: Incremental ECS costs for transportation or O & M funded out of the instruction block should normally be recorded as a cost recovery on Schedule B rather than as a revenue transfer on this schedule

School Jurisdiction Code: 1245

SCHEDULE D to the AFS
CALCULATION OF MAXIMUM ELIGIBLE EXPENSE LIMITS FOR BOARD (GOVERNANCE) AND SYSTEM ADMINISTRATION 2001-2002

STEP 1

Determine the total eligible revenue which is used as the BASE TOTAL to calculate the maximum eligible expense limits for Board and System Administration

Total Revenues (Schedule A):		
Instruction Block	- Grades ECS -12 (excluding technology integration and emergent)	$31,386,809
Support Block	- Operations & Maintenance	$2,173,644
	- Transportation	$4,567,580
SUBTOTAL		$38,128,033
Other Revenues		
Alberta Infrastructure (Operations & Maintenance)		$1,569,554
Other Alberta Learning revenues (Excluding One-Time Grant)		$54,890
Other - Government of Alberta (Excluding Alberta Finance)		$273,496
Federal government/First Nations		$1,610,650
Other Alberta school authorities		$37,014
Out of province local authorities		$0
Alberta municipalities		$21,461
Other sales and services		$679,280
Interest on investments		$174,720
Rentals of facilities		$33,880
Gains on disposal of capital assets		$8,419
Amortization of capital allocations		$1,369,236
School generated funds (Schedule E)		$1,505,524
BASE TOTAL FOR CALCULATING MAXIMUM EXPENSE LIMITS		**$45,466,157**

STEP 2

Calculation of maximum expense limit PERCENTAGE for Board and System Administration expenses

If "Total Net Enrolled Students" are 6,000 and over	= 4%	**4.00%**
If "Total Net Enrolled Students" are 2,000 and less	= 6%	

The Maximum Expense Limit for Board and System Administration is based on an arithmetical proration for the TOTAL FTE count for grades 1 -12, net of Home Education AND Adult students, between 2,000 to 6,000 at .0005 per FTE.

EXAMPLE: 4,500 FTE count grades 1-12 = 6,000 - 4,500 = 1,500 X .0005 = .75% plus 4% = maximum expense limit of 4.75%.

Note: Calculation unnecessary if Total FTE is 6,000 or more, and 2,000 & less.

STEP 3

Calculate maximum expense limit AMOUNTS for Board and System Administration expenses

Maximum Expense Limit percentage (Step 2) x Base Total (Step 1)		$1,818,646
Considerations for Charter Schools and Francophone Boards:		
If Charter School, enter 50,000	0	$0
If Francophone Board, enter 300,000	0	$0
(If none of these considerations apply, leave the above cells blank)		
MAXIMUM EXPENSE LIMIT		**$1,818,646**

STEP 4

Compare maximum expense limit amounts calculated in Step 3 to actual expenses (from Schedule A)

Actual Board Governance & System Administration expenses	$1,884,105
PLUS: transfers to Restricted - Operating (Board/System Administration)	$0
LESS: transfers from Restricted - Operating (Board/System Administration)	-$65,459
TOTAL BOARD GOVERNANCE & SYSTEM ADMINISTRATION EXPENSES	$1,818,646
Maximum Expense Limit for Board & System Administration (Step 3)	$1,818,646
ACTUAL EXPENSES - OVER(UNDER) MAXIMUM EXPENSE LIMIT	$0

School Jurisdiction Code: 1245

SCHEDULE E to the AFS
SOURCE & APPLICATION OF SCHOOL GENERATED FUNDS (SGF) - 2001-2002

Unexpended SGF - Opening Balance August 31, 2001		$666,903
Source of School Generated Funds:		
Total School Generated Funds for the year (Note 1)	$1,505,524	
Less: SGF - related cost recoveries (Note 2)	$968,223	
- capitalized at the District level	$132,700	
Net Total	$404,601	
Plus: Donations Received (Note 3)	$82,778	
Equals: Net Additions to SGF		$487,379
Net SGF Available for discretionary spending		$1,154,282
Net SGF revenue and Net SGF expense - per schedule A, line 26 and line 37		
Net expended SGF for discretionary purposes (Note 4)		$577,368
Unexpended SGF - Closing Balance August 31, 2002		$576,914

Note 1 Excludes fees collected pursuant to Section 60(2)(j) of the School Act (e g instruction materials and technology fees determined by board policy or resolution) This is the amount used to calculate the administrative cap See Schedule E

Note 2 These are the expenses (a) incurred in generating SGF (e g fundraising expenses, printing of tickets, payment to DJ at school dance, cost of goods sold for school cafeteria/servery, staffing and supplies for a dinner, raffle prizes, supplies for a car wash, book fair purchases, meals for lunch program), or (b) collected and disbursed for the benefit of individual students (e g cost of field trips for student activities not leading to CEU's) Monies collected for CEU-related activities are not SGF They are recorded as instruction fees

Note 3 Donations are restricted to cash gifts in kind are treated as board assets, not SGF Amounts are net of related expenses

Note 4 Only SGF expended for discretionary purposes are recorded as revenue and expense unexpended funds are carried forward on the balance sheet to the succeeding year Any capital items purchased with SGF should be treated as a SGF-related cost recovery

School Jurisdiction Code: 1245

SCHEDULE F to the AFS
Operations and Maintenance Program 2001-2002 Expenses

EXPENSES	Operations and Maintenance Maintenance Office & Shop Administration	Preventative Maintenance	Custodial	Fire/Security/ Safety Systems	Sites and Grounds Maintenance	Utilities and Communications	Expensed Block BQRP/Mod.	Capital & Debt Services and Transfers	Total Operations and Maintenance
Uncertificated salaries and wages	$121,295	$466,124	$449,016	$38,666	$26,324	$19,333	$0		$1,120,758
Uncertificated benefits	$22,585	$92,595	$92,753	$5,988	$2,004	$2,994	$0		$218,919
SUB - TOTAL REMUNERATION	$143,880	$558,719	$541,769	$44,654	$28,328	$22,327	$0		$1,339,677
Contracted Services	$5,407	$290,577	$643,152	$28,049	$41,513	$27,167	$1,038,064		$2,073,929
Supplies	$6,500	$201,067	$151,958		$19,254		$0		$378,779
Electricity						$711,447			$711,447
Natural Gas/Heating Fuel						$325,430			$325,430
Sewer and Water						$57,335			$57,335
Cost recoveries & transfers								$0	$0
Amortization of capital assets									
Supported								$1,334,513	$1,334,513
Unsupported	$14,499	$0	$0	$0	$49,996	$0	$0	$78,804	$143,299
Total Amortization	$14,499	$0	$0	$0	$49,996	$0	$0	$1,413,317	$1,477,812
Interest on capital debt									
Supported								$1,393,058	$1,393,058
Unsupported								$0	$0
Other interest charges								$0	$0
Losses on disposal of capital assets								$0	$0
TOTAL EXPENSES	$170,286	$1,050,363	$1,336,879	$72,703	$139,091	$1,143,706	$1,038,064	$2,806,375	$7,757,467
FTE Uncertificated (Board/Contract)	2.0	10.0	44.5	0.7	0.5	0.3	0.0	0.0	57.9

Notes:

Maintenance Office & Shop Administration:	Includes all maintenance office related remuneration, supplies, services and contracts
Preventative Maintenance:	Includes all structural, architectural, mechanical and electrical maintenance items identified below - activities required for operating and maintaining the structure, envelope, roof, parkade, ramps/fire escapes, fixed exterior walls, exterior finishes of the buildings and outside doors/other barriers - activities for purchase, installation, maintenance and repair of mechanical and electrical systems for the maintenance buildings and schools
Custodial:	Includes all the activities required for ensuring the buildings are kept in a clean and tidy condition
Fire/Security/Safety Systems:	Includes all activities required for fire prevention/alarms systems, security personnel and alarm systems, detection systems and related safety systems for the property
Sites & Grounds Maintenance:	Sites & Grounds Maintenance includes all activities required for maintenance and upkeep of exterior grounds, parking lots, athletic fields including snow removal and lawn care
Utilities & Communications:	Includes all cost related to electricity(light & power), natural gas and other heating fuels, sewer & water and all forms of communications
Expensed Block BQRP/Mod:	Includes all non-capital activities related to Block BQRP/Modernization expensed by the jurisdiction
Capital & Debt Services:	Includes all activities related to supported school amortization and debt interest expense. All unsupported amortization is allocated to the appropriate sub-categories

School Jurisdiction Code: 1245

SCHEDULE G to the AFS
DISCLOSURE OF SALARIES AND BENEFITS - 2001-2002
(SECTION 126.1 OF THE SCHOOL ACT)

		FTE's or Individuals	Remuneration	Benefits	Allowances	Performance Bonuses	ERIP's / Other	Total	Expenses
Board of Trustees:									
Chairman									
Name Welwood, Heather		1	$12,963	$280	$0	$0	$0	$13,243	$7,644
Board Members:									
Name Anderson, Dan		1	$6,362	$98	$0	$0	$0	$6,460	$2,700
Name Doonanco, Peter		1	$9,900	$167	$0	$0	$0	$10,067	$4,068
Name Hayduk, Walter		1	$7,587	$0	$0	$0	$0	$7,587	$1,569
Name Hrynyk, Arlene		0.83	$9,525	$196	$0	$0	$0	$9,721	$5,716
Name McDonald, Randy		1	$9,625	$169	$0	$0	$0	$9,794	$4,656
Name Ryll, Adolph		0.83	$7,500	$108	$0	$0	$0	$7,608	$1,172
Name Suhan, Roxanne		0.83	$5,625	$76	$0	$0	$0	$5,701	$2,818
Name Todd, Rodney		0.83	$5,625	$54	$0	$0	$0	$5,679	$1,150
Name Plamondon, Wayne		0.17	$525	$0	$0	$0	$0	$525	$614
Name Amalia, Belcourt,Franchuk		0.51	$2,100	$9	$0	$0	$0	$2,109	$1,062
Subtotal		**9**	**$77,337**	**$1,157**	**$0**	**$0**	**$0**	**$78,494**	**$33,169**
Superintendent Wittchen, Ed	(2)	1	$124,300	$9,270	$0	$0	$0	$133,570	$6,590
Secretary/TreasurerKrawchuk, Gary	(2)	1	$103,886	$13,396	$0	$0	$0	$117,282	$3,057
Secretary	(2)	0	$0	$0	$0	$0	$0	$0	$0
Treasurer	(2)	0	$0	$0	$0	$0	$0	$0	$0
Certificated Salaries	(1)	334.4775	$21,191,537	$2,492,975	$0	$0	$0	$23,684,512	$0
Uncertificated Salaries & Wages	(1)	267.99	$6,513,909	$1,466,337	$0	$0	$0	$7,980,246	$0
TOTALS			**$28,010,969**	**$3,983,135**	**$0**	**$0**	**$0**	**$31,994,104**	**$42,816**
				Sub-Total of Salaries and Benefits from Schedule A:				$31,994,104	

Notes: Please refer to completion information on page 15.

(1) Full time equivalents (FTE's)

(2) Employed or contracted

School Jurisdiction Code: 1245

SCHEDULE G1 to the AFS
DISCLOSURE OF SALARIES AND BENEFITS *(SECTION 148.1 OF THE SCHOOL ACT)*
COMPLETION INFORMATION

(1) Salary and benefits consist of and agree with the amounts properly recorded in the school jurisdiction's payroll records and related object codes for salaries, wages and benefits.

(2) **Remuneration** includes regular base salaries, administrative allowances, overtime, lump sum payments **EXCEPTING TERMINATION BENEFITS** (See #10A below), honoraria, deferred salary leave accruals and any other direct cash remuneration **EXCEPTING PERFORMANCE PAY** (See #10 below).

(3) Certificated salaries include the aggregate of all payments for certificated staff regardless of the length, nature or definition of the employment agreement. The number of full time equivalent staff should be measured as at September 30.

(4) Uncertificated salaries and wages should be measured in terms of the number of individuals employed as at September 30.

(5) Salary and benefits information should be the aggregate amount covering the same fiscal period as the audited financial statements.

(6) Salary must include deferred salary accruals.

(7) Salary includes only payments for services subject to an employer-employee relationship.

(8) **Benefits** include the employer's share of all employee benefits and contributions or payments made on behalf of employees including retirement pensions, Canada pension plan (CPP), employment insurance (EI), health care, dental coverage, vision coverage, out of country medical benefits, group life insurance, accidental disability and dismemberment insurance, long and short term disability plans.

(9) **Allowances** include all monies paid to an employee as miscellaneous **negotiated** allowances. This category will include car or travel allowances, isolation allowances, relocation expenses, sabbaticals, special leave with pay, financial and retirement planning services, and club memberships. ADMINISTRATIVE ALLOWANCES are included in **Remuneration**.

(10) **Performance Bonuses** include those monies paid to employees of the school authority that are tied to the achievement of some specifed goal or objective.

(10A) **Other** includes termination benefits ((severance pay, retiring allowances (ERIP's), sick leave and other settlement costs due to loss of employment).

(11) **Expenses** will include the reimbursements of travel, subsistence, moving costs, conference fees, etc., paid by the employee **or on his/her behalf** in performing the responsibilities of employment.

(12) The superintendent's remuneration is in terms of one individual who is the Chief Executive Officer. Benefits for the superintendent do not include Alberta Learning contributions to the Teachers Retirement Fund pension plan.

(13) A position should include salary, benefits and allowances earned by an individual who officially acted in a position while it was vacant. If a position was vacant and no one acted in the position, the position should not be disclosed.

(14) Benefits and allowances need not include an amount for automobile, housing or other benefits for which a value cannot be reasonably estimated.

(15) If a position is occupied by more than one individual during a year, the aggregate salary, benefits and allowances earned by the individuals in the position should be disclosed. An explanatory note should indicate the number of individuals.

School Jurisdiction Code [illegible]

AUDITED
FINANCIAL STATEMENTS
and Supporting Schedules
FOR THE YEAR ENDED AUGUST 31, 2002
[School Act, Sections 147(2)(a), 151(1) and 276]

Northland School Division No. 61
Name of School Jurisdiction

9809 - 77 Ave. Peace River, AB, T8S 1V2
Mailing Address

Telephone #: (780) 624-2060 FAX #: (780) 624-5914
Telephone and Fax Numbers

SCHOOL JURISDICTION MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The financial statements and supporting schedules of Northland School Division No. 61
Name of School Jurisdiction

presented to Alberta Learning have been prepared by school jurisdiction management which has responsibility for their preparation, integrity and objectivity. The financial statements and schedules, including notes, have been prepared in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

In fulfilling its reporting responsibilities, management has maintained internal control systems and procedures designed to provide reasonable assurance that the school jurisdiction's assets are safeguarded, that transactions are executed in accordance with appropriate authorization and that accounting records may be relied upon to properly reflect the school jurisdiction's transactions. The effectiveness of the control systems is supported by the selection and training of qualified personnel, an organizational structure that provides an appropriate division of responsibility and a strong budgetary system of control.

Board of Trustees Responsibility
The ultimate responsibility for the financial statements lies with the Board of Trustees. The Board reviewed the financial statements with management in detail and the Board approved the financial statements for release.

External Auditors
The Board appoints external auditors to audit the financial statements and meets with the auditors to review their findings. The external auditors have full and free access to school jurisdiction records.

Declaration of Management and Board Chairman
To the best of our knowledge and belief, these financial statements and supporting schedules reflect, in all material respects, the financial position and results of operations and cash flows for the year in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

BOARD CHAIRMAN

Steve Noskey
Name

Signature

SUPERINTENDENT

Annette Ramrattan
Name

Signature

SECRETARY TREASURER OR TREASURER

Len Leithead
Name

Signature

November 14, 2002
Dated

c.c. ALBERTA LEARNING, School Reporting Branch
8th Floor Commerce Place, 10155 102 Street, Edmonton AB [illegible]
EMAIL: [illegible]
PHONE: [illegible] FAX: [illegible]

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AUDITOR
GENERAL
Alberta

AUDITOR'S REPORT

To the Board of Trustees,
Northland School Division No. 61

I have audited the statement of financial position of the Northland School Division No. 61 as at August 31, 2002 and the statements of revenues and expenses, cash flows, changes in net assets, and capital allocations for the year then ended. These financial statements are the responsibility of the Division's management. My responsibility is to express an opinion on these financial statements based on my audit.

I conducted my audit in accordance with Canadian generally accepted auditing standards. Those standards require that I plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In my opinion, these financial statements present fairly, in all material respects, the financial position of the Division as at August 31, 2002 and the results of its operations, its cash flows, changes in its net assets and capital allocations for the year then ended in accordance with Canadian generally accepted accounting principles.

Fred Dunn CA
Auditor General

Edmonton, Alberta
November 8, 2002

School Jurisdiction Code: 1280

STATEMENT OF FINANCIAL POSITION

as at August 31

(in dollars)

		2002	2001
ASSETS			
Current assets			
Cash and temporary investments		$10,856,292	$11,655,539
Accounts receivable (net after allowances)			
Province of Alberta		$1,815,531	$1,651,523
Federal Government and/or First Nations		$4,120,256	$5,537,330
Alberta municipalities		$0	$0
Other Alberta school jurisdictions		$0	$0
Other		$64,067	$64,680
Prepaid expenses		$173,586	$90,756
Other current assets		$592,504	$590,776
Total current assets		$17,622,236	$19,590,604
School generated assets		$229,990	$229,130
Trust assets		$0	$0
Capital assets			
Land		$572,235	$572,235
Buildings	$78,388,464		
Less: accumulated amortization	($39,548,483)	$38,839,981	$34,054,848
Equipment	$8,064,736		
Less: accumulated amortization	($7,310,042)	$754,694	$577,881
Vehicles	$3,602,041		
Less: accumulated amortization	($2,291,708)	$1,310,333	$1,338,792
Total capital assets		$41,477,243	$36,543,756
TOTAL ASSETS		$59,329,469	$56,363,490
LIABILITIES			
Current liabilities			
Bank indebtedness		$0	$0
Accounts payable and accrued liabilities			
Province of Alberta		$0	$0
Federal Government and/or First Nations		$292,645	$340,656
Alberta municipalities		$0	$0
Other Alberta school jurisdictions		$0	$0
Other		$4,675,240	$2,639,837
Deferred revenue		$1,734,632	$2,017,107
Deferred capital allocations		$474,556	$3,479,226
Current portion of all long term debt		$2,293,038	$2,338,838
Total current liabilities		$9,470,111	$10,815,664
School generated liabilities		$229,990	$229,130
Trust liabilities		$0	$0
Unfunded employee future benefit liability		$0	$0
Long term debt			
Supported: Debentures and other supported debt		$16,368,630	$18,699,496
Less: Current portion of supported debt		($2,285,065)	($2,330,865)
Unsupported: Debentures and Capital Loans		$35,191	$43,163
Capital Leases		$0	$0
Mortgages		$0	$0
Less: Current portion of unsupported debt		($7,973)	($7,973)
Unamortized capital allocations		$19,732,795	$12,693,482
Total long term liabilities		$34,073,568	$29,326,433
TOTAL LIABILITIES		$43,543,679	$40,142,097
NET ASSETS			
Unrestricted net assets		$4,806,902	$6,635,278
Operating Reserves		$1,965,714	$1,442,797
Accumulated Operating Surplus (Deficit)		$6,772,616	$8,078,075
Investment in capital assets		$5,340,627	$5,107,614
Capital Reserves		$3,672,547	$3,035,704
Total Capital Funds		$9,013,174	$8,143,318
Total net assets		$15,785,790	$16,221,393
TOTAL LIABILITIES AND NET ASSETS		$59,329,469	$56,363,490

School Jurisdiction Code: 1280

STATEMENT OF REVENUES AND EXPENSES

for the Year Ended August 31

(in dollars)

	Actual 2002	Budget 2002 (1)	Actual 2001 (2)
REVENUES			
Alberta Learning	$22,536,765	$22,577,147	$22,431,599
Alberta Infrastructure	$1,080,060	$644,669	$411,646
Alberta Finance	$2,065,184	$1,922,631	$2,730,043
Other Government of Alberta	$1,807,010	$1,822,556	$1,826,312
Federal Government and/or First Nations	$14,553,148	$14,905,191	$13,294,329
Other Alberta school authorities	$0	$0	$0
Out of province local authorities	$0	$0	$0
Alberta Municipalities (excluding supplementary requisitions)	$0	$0	$0
Instruction resource fees	$0	$0	$0
Transportation fees	$0	$0	$0
Other sales and services	$219,791	$36,200	$437,404
Investment income	$173,803	$315,000	$368,554
Gifts and donations	$80,723	$0	$44,627
Rentals of facilities	$702,280	$662,600	$592,903
Net school generated funds	$669,806	$500,000	$553,538
Gains on disposal of capital assets	$32,777	$141,169	$69,340
Amortization of capital allocations	$2,349,419	$2,248,856	$2,398,669
Total Revenues	$46,270,766	$45,776,019	$45,158,964
EXPENSES			
Certificated salaries	$15,473,311	$15,334,904	$13,733,192
Certificated benefits	$3,498,012	$3,252,398	$3,286,739
Uncertificated salaries and wages	$8,569,588	$8,511,071	$7,948,817
Uncertificated benefits	$1,767,641	$1,732,750	$1,632,353
Services, contracts and supplies	$11,515,304	$11,201,170	$11,776,730
Net school generated funds	$669,806	$500,000	$553,538
Capital and debt services			
Amortization of capital assets			
Supported	$2,162,425	$2,248,856	$2,202,330
Unsupported	$858,836	$971,647	$801,340
Total Amortization of capital assets	$3,021,261	$3,220,503	$3,003,670
Interest on capital debt			
Supported	$1,987,789	$1,992,307	$2,258,626
Unsupported	$4,860	$0	$10,315
Total Interest on capital debt	$1,992,649	$1,992,307	$2,268,941
Other interest charges	$8,017	$17,000	$0
Losses on disposal of capital assets	$190,780	$0	$67,245
Total Expenses	$46,706,369	$45,762,103	$44,271,225
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES BEFORE FUNDING ALLOCATED FOR CAPITAL PURPOSES	($435,603)	$13,916	$887,739
Block BQRP revenue used for capital purposes	$0	$0	$0
Block MOD revenue used for capital purposes	$0	$0	$0
1999 One-time grant revenue used for capital purposes	$0	$0	$0
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES	($435,603)	$13,916	$887,739

Note (1) 2001-2002 budget numbers as restated or taken from the finalized Budget Report pursuant to section 147(2)(b) of the School Act.

Note (2) 2000-2001 actuals as restated or taken from the finalized audited financial statements pursuant to Section 147(2)(a) of the School Act.

School Jurisdiction Code: 1280

STATEMENT OF CASH FLOWS

for the Year Ended August 31

(in dollars)

	2002	2001
CASH FLOWS FROM:		
A. OPERATIONS		
Surplus (deficit) of revenues over expenses for the year	($435,603)	$887,739
Add (Deduct) items not requiring cash:		
Amortization of capital allocations revenue	($2,349,419)	($2,398,669)
Total amortization expense	$3,021,261	$3,003,670
Gains on disposal of capital assets	($32,777)	$0
Losses on sale of capital assets	$190,780	$0
Changes in accrued accounts:		
Accounts receivable	$1,253,679	($594,282)
Prepaids and other current assets	($84,558)	$82,697
Payables and accrued liabilities	$1,987,392	($903,975)
Deferred revenue	($282,475)	$1,239,047
Unfunded employee future benefit expense (recovery)	$0	$0
Other (e.g. change in net trust liabilities)	$0	$0
Total sources (uses) of cash from Operations	$3,268,280	$1,316,227
B. INVESTING ACTIVITIES		
Purchases of capital assets		
Land	$0	($154,202)
Buildings	($7,298,910)	($1,325,554)
Equipment	($445,503)	($140,254)
Vehicles	($412,930)	($477,949)
Proceeds from disposal of capital assets	$44,592	$211,691
Other (describe)	$0	($2,094)
Total sources (uses) of cash from investing activities	($8,112,751)	($1,888,362)
C. FINANCING ACTIVITIES		
Capital allocations received	$4,053,197	$4,378,333
Issue of long term debt	$0	$0
Repayment of long term debt	($2,338,838)	($2,454,689)
Add back: supported portion	$2,330,865	$2,446,716
Total sources (uses) from Financing activities	$4,045,224	$4,370,360
Net sources (uses) of cash equivalents* during year	($799,247)	$3,798,225
Cash Equivalents at the beginning of the year	$11,655,539	$7,857,314
Cash Equivalents at the end of the year $10,856,292	$10,856,292	$11,655,539

Note: Cash equivalents consist of
- cash and temporary investments
- bank indebtedness

STATEMENT OF CHANGES IN NET ASSETS
for the Year Ended August 31, 2002
(in dollars)

School Jurisdiction Code: 0

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)	(14)	(15)
	TOTAL	INVESTMENT	UNRESTRICTED	TOTAL RESTRICTED	RESTRICTED NET ASSETS										
					School Based		Alberta Infrastructure			Board & System Admin.		Transportation		External Services	
	NET ASSETS (Columns 2+3+4)	IN CAPITAL ASSETS	NET ASSETS	NET ASSETS Columns 5 to 15	Unsupported Operating Reserves	Unsupported Capital (Vehicle Equip) Reserves	Unsupported O& M Operating Reserves	Supported School (Bldg/Land) Capital Reserves	Unsupported Capital (Bldg. Vehicle.Equip) Reserves	Unsupported Operating Reserves	Unsupported Capital (Bldg. Vehicle.Equip) Reserves	Unsupported Operating Reserves	Unsupported Capital (Bldg. Vehicle.Equip) Reserves	Unsupported Operating Reserves	Unsupported Capital (Bldg. Vehicle.Equip) Reserves
Balance at August 31, 2001	$16,221,393	$5,107,614	$6,635,278	$4,478,501	$772,135	$341,554	$293,224	$147,956	$934,367	$265,221	$345,404	$64,366	$763,524	$47,851	$502,899
Prior period adjustments (describe)															
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
Adjusted Balance, Aug. 31, 2001	$16,221,393	$5,107,614	$6,635,278	$4,478,501	$772,135	$341,554	$293,224	$147,956	$934,367	$265,221	$345,404	$64,366	$763,524	$47,851	$502,899
Surplus(def) of revenue over expenses	($435,603)		($435,603)												
Block BQRP funded capital transactions		$0	$0												
Block MOD funded capital transactions		$0	$0												
Board funded capital transactions		$1,099,476	$0	($1,099,476)	$0	($412,478)	$0		($72,396)	$0	($24,366)	$0	($317,191)	$0	($273,045)
Donations of non-amortizable assets	$0	$0													
Amortization of capital assets		($3,021,261)	$3,021,261												
Amortization of capital allocations		$2,349,419	($2,349,419)												
Disposal of unsupported capital assets		($15,599)	($28,992)	$44,591		$573			$26,156		$351		$8,716		$8,795
Disposal of supported capital assets	$0	($186,995)	$186,994	$1				$1							
Debt principal payments (unsupported)		$7,973	($7,973)	$0	$0	$0	$0	$0	$0	$0	$0				
Net transfers to operating reserves			($1,591,738)	$1,591,738	$165,114	$0	$0	$0	$0	$0	$0	$0	$0	$1,426,624	$0
Net transfers from operating reserves			($590,607)	$590,607	($1,693)	$829,714	($146,612)	$0	$0	($34,694)	$0	($32,183)	$0	($23,925)	$0
Net transfers to capital reserves			($32,299)	$32,299	($829,714)	$25,519	$0	$0	$176,241	$0	$77,977	$0	$298,235	$0	$284,041
Net transfers from capital reserves	$0		$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
Balance at August 31, 2002	$15,785,790	$5,340,627	$4,806,902	$5,638,261	$105,842	$784,882	$146,612	$147,957	$1,084,368	$230,527	$399,366	$32,183	$753,284	$1,450,550	$522,690

School Jurisdiction Code: 1280

STATEMENT OF CAPITAL ALLOCATIONS
(SUPPORTED CAPITAL FINANCING ONLY)
for the Year Ended August 31, 2002

(in dollars)

		Deferred Capital Allocations	Unamortized Capital Allocations
Balance at August 31, 2001		$3,479,226	$12,693,482
Add:			
Capital allocations from:	AB Infrastructure - New/Modernization Projects	$3,814,945	
	Other Government of Alberta	$0	
	Federal Government and/or First Nations	$0	
	Alberta Municipalities	$0	
	Other Alberta school jurisdictions	$0	
	Other	$0	
Interest earned on provincial government capital allocations		$88,553	
Other capital grants and donations		$149,699	
Insurance proceeds		$0	
Donated capital assets (depreciable, at Fair Market Value)			$0
Transferred in capital assets (depreciable, at Net Book Value)			$0
Current Year Debenture Principal Repayment			$2,330,865
Expended capital allocations - current year		($7,057,867)	$7,057,867
Less:			
Unamortized Capital Allocation affected by a disposal through transfer out			$186,995
Capital allocations amortized to revenue			$2,162,424
Balance at August 31, 2002		$474,556	$19,732,795

NORTHLAND SCHOOL DIVISION #61
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED AUGUST 31, 2002

Note 1 Authority

Northland School Division No. 61 (the "Division") operates under the authority of the Northland School Division Act, Chapter N-10.1, Revised Statutes of Alberta 1990.

Note 2 Significant Accounting Policies and Reporting Practices

(a) Revenue Recognition

Revenue is recognized as follows:

Instruction and support allocations are recognized in the year to which they relate.

Externally restricted non-capital contributions are deferred and recognized as revenue in the year when related expenses are incurred.

Fees for service related to courses and programs are recognized as revenue when such courses and programs are delivered.

Capital allocations from the province or other agencies are recorded as deferred capital allocations until spent. Once spent, they are transferred to unamortized capital allocations which are amortized to revenue on the same basis as the capital asset acquired with the grant.

Unrestricted donations are recognized as revenue when they are received.

(b) Capital Assets

Capital assets are recorded at cost. The cost less an estimated residual value is amortized over their estimated useful lives on a straight-line basis at the following rates:

Buildings	5 to 40 years
Computers	5 years
Equipment	5 to 10 years
Vehicles	[illegible] to 8 years

(c) School Generated Funds

Funds generated from school based activities are included as assets, deferred revenue, revenues and expenses of the school jurisdiction because the accountability and control/ownership of these funds rests with the school jurisdiction.

(d) Vacation Pay

Vacation pay is recorded when earned.

(e) Contributed Services

Volunteers assist schools operated by the Division in carrying out certain activities. Because of the difficulty of determining their fair value and of the fact such assistance is generally not otherwise purchased, contributed services are not recognized in the financial statements.

(f) Pension Obligation

The Division participates in the Local Authorities Pension Plan. In addition, the Division's certificated employees are required to contribute to the Teachers' Retirement Fund. These pension plans are multi-employer defined benefit pension plans that provide pensions for the Division's participating employees based on years of service and earnings.

Pension costs are disclosed as part of salaries and wages and are comprised of the amount of employer contributions required for its employees during the year, based on rates which are expected to provide for benefits payable under the Local Authorities Pension Plan, and the Province's contributions to the Teachers' Retirement Fund for the Division's certificated employees. The Division's portion of the pension plans deficits or surpluses are not recorded by the Division.

Note 3 Cash and temporary investments

Cash and cash equivalents include cash on hand, balances with banks and short term deposits with original maturities of three months or less.

Note 4 Financial Instruments

The carrying value of accounts receivable, accounts payable and accrued liabilities approximates their fair value because of the short-term maturities of these items.

Note 5 Measurement Uncertainty

The financial statements, by their nature, contain estimates and are subject to measurement uncertainty. The amounts recorded for amortization of capital assets and amortization of external capital contributions are based on estimates of the useful life of the related assets. The effect on the financial statements of changes to such estimates in future periods could be significant.

Note 6 Other Current Assets

Other current assets consist of advances to [illegible] programs [illegible] the division.

Note 7 Tuition Fees

Pursuant to agreements, the Minister of Indian and Northern Affairs and certain Indian Bands have agreed to pay to the Board of the Division a per capita share of the annual net operating costs of the Board for each Indian Student enrolled. The calculation of the amount recoverable from the Minister and the Bands is subject to possible future adjustments once all components of the net operating costs must be mutually agreed upon by the Minister or Bands and the Board, as required under the agreements.

Note 8 Other Accounts Payable and Accrued Liabilities

	2002	2001
Trade payables	$ 3,957,335	$ 2,585,625
Holdbacks payable	678,728	24,355
Security deposits payable	32,749	29,857
Other payables and accruals	6,441	
	$ 4,675,253	$ 2,639,837

Note 9 Commitments

a. Lease Obligations

The Division leases certain buildings and office equipment under operating leases. The future minimum lease payments under operating leases are as follows:

2003	110,929
2004	107,829
2005	107,829
2006	42,580
2007	13,479
	$382,646

NORTHLAND SCHOOL DIVISION #61
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED AUGUST 31, 2002

Note 10 Long-term Debt

The school division has issued the following debentures to the Alberta Municipal Finance Corporation (A.M.F.C.) to finance purchase of land, school buildings and some residences having a carrying value of [illegible]. The interest rates on these debentures range from [illegible] to 12%.

	2002	2001
Total debentures owing to A.M.F.C.	$ [illegible]	$ 18,740,660
Less due within one year – Supported	[illegible]	2,330,866
– Unsupported	[illegible]	7,972
	$ [illegible]	$ 16,402,822

Principal repayments required during each of the next five fiscal years are as follows:

2003	$[illegible]
2004	[illegible]
2005	[illegible]
2006	[illegible]
2007	[illegible]

Principal repayments and interest on the above debentures, with the exception of 5 debentures totaling $[illegible] as at August 31, 2002, are funded by Alberta Treasury.

Note 11 Pension Costs

The pension expense recorded in these financial statements is equivalent to the Division's annual contributions payable of $249,347 for the year ended August 31, 2002 (2001 - $252,325). The division has also recorded in these financial statements contributions made to Teachers' Retirement Fund in the amount of $[illegible] for the year ending August 31, 2002 (2001 - $1,674,[illegible]). These contributions are made by the Alberta Government on the division's behalf.

As of December 31, 2001 the Local Authorities Pension Plan reported a surplus of $[illegible] (2000 - $883,829,000). At August 31, 2001 the Teachers' Retirement Fund reported an unfunded liability of $[illegible] (2000 - $[illegible]).

Note 12 Contingencies

A number of claims have been filed against the Government of Canada. The Division has been named as a third party with the Government of Canada in these claims. With respect to one of the claims, the Division has been named as defendant. These claims stem from allegations that occurred at residential schools during a period ranging from the early [illegible] to the early 1970's.

During the year the Division entered an Indemnity Agreement in which the Province of Alberta has agreed to indemnify Northland School Division for these claims and related costs incurred.

Note 12 Contingencies (continued)

The Division has also been named as a defendant in a claim involving a construction sub-contractor. The claim stems from allegations that occurred during a period originating from 1998 and alleges that additional payment is due from the Division. In the event of a settlement any costs will be charged against the operations in the year of the settlement and it is believed to be for a lesser amount than the approximate amount of $110,000 that is being claimed.

Note 13 Budget Amounts

The budget was prepared by the Division's management with Board of Trustees approval given on May [illegible], 2001.

Note 14 Presentation of Comparative Information

Certain figures have been reclassified to conform to current year's presentation.

Note 15 Approval of Financial Statements

These financial statements were reviewed by management and the Finance Committee and approved by the Board of Trustees on November 16, 2002.

SCHEDULE A to the AFS
ALLOCATION OF REVENUES AND EXPENSES TO PROGRAMS - 2001-200

School Jurisdiction Code: 1280

REVENUES	TOTAL	Early Childhood Services	Total Instruction (Grades 1 to 12)	Operations and Maintenance of Schools & Maintenance Shops	Transportation	Board & System Adminstration			External Services
						Board Governance	System Admintration	Total Board & System Admin.	
Alberta Learning allocations									
(1) Instruction block	$15 012 927	$684 205	$14 328 722						
(2) Support block	$3 755 846			$798 781	$1 920 033			$1 037 032	
(3) Instruction & support block reallocations	$0	$0	($1 207 361)	$1 055 806	$0			$0	$151 555
(4) Alberta Initiative for School Improvement (AISI)	$327 305	$0	$327 305						
(5) Student Health Initiative (SHI)	$0	$0	$0						$0
(6) Teacher Salary Enhancement (TSE)	$613 833	$0	$613 833					$0	$0
(7) Regional Assessment Services (4 boards only)	$0								$0
(8) Regional P.D. Consortium (6 boards only)	$0								$0
(9) Other Alberta Learning revenues	$2 826 854	$0	$0	$0	$0			$0	$2 826 854
(10) **Total Alberta Learning Revenue**	$22 536 765	$684 205	$14 062 499	$1 854 587	$1 920 033			$1 037 032	$2 978 409
Alberta Infrastructure									
(11) Expensed Block Mod. Block BQRP support	$528 545		$0	$528 545					
(12) Operations and Maintenance support	$551 515			$551 515					
(13) **Total Alberta Infrastructure Revenue**	$1 080 060		$0	$1 080 060					
(14) **Alberta Finance**	$2 065 184		$0	$1 822 631	$0			$0	$242 553
(15) **Other - Government of Alberta**	$1 807 010	$20 726	$1 553 485	$0	$0			$26 321	$205 478
(16) **Federal Government and/or First Nations**	$14 553 148	$314 447	$9 108 380	$1 544 346	$896 310			$883 287	$2 006 378
(17) **Other Alberta school authorities**	$0	$0	$0	$0	$0			$0	$0
(18) **Out of province local authorities**	$0	$0	$0	$0	$0			$0	$0
(19) **Alberta municipalities (excl. supplementary requisitions)**	$0	$0	$0	$0	$0			$0	$0
(20) **Instruction resource fees**	$0	$0	$0						
(21) **Transportation fees**	$0				$0				
(22) **Other sales and services**	$219 791	$0	$31 877	$129 628	$20 107			$18 298	$19 781
(23) **Investment income**	$173 803	$0	$153 392	$0	$0			$0	$20 411
(24) **Gifts and donations**	$80 723	$0	$60 723	$0	$0				$11 000
(25) **Rentals of facilities**	$702 280	$0	$0	$9 000	$0			$0	$693 280
(26) **Net school generated funds**	$869 506		$869 506					$0	
(27) **Gains on disposal of capital assets**	$32 777	$0	$4 105	$15 860	$5 802			$350	$6 660
(28) **Amortization of capital allocations**	$2 349 419		$1 632	$2 211 359	$0				$136 428
(29) **TOTAL REVENUES** $46 270 766	$46 270 766	$1 019 378	$25 654 999	$8 987 471	$2 642 252			$1 965 288	$6 321 378
EXPENSES									
(30) **Certificated salaries**	$15 473 311	$177 477	$13 302 396				$225 383	$225 383	$1 768 055
(31) **Certificated benefits**	$3 498 012	$43 296	$3 012 281				$41 650	$41 650	$402 785
(32) **Uncertificated salaries and wages**	$8 569 589	$524 268	$4 429 097	$1 651 606	$662 125	$109 630	$718 214	$827 844	$474 650
(33) **Uncertificated benefits**	$1 767 641	$118 378	$918 459	$327 832	$150 703	$1 371	$157 375	$158 746	$95 526
(34) **SUB - TOTAL**	$29 308 552	$863 419	$21 658 232	$1 979 438	$812 828	$111 001	$1 142 622	$1 253 623	$2 741 016
(35) **Services, contracts & supplies**	$11 515 304	$51 926	$3 028 887	$2 843 288	$1 752 626	$542 666	$441 808	$984 474	$2 853 903
(36) **Cost recoveries & transfers (must balance to zero)**	$0	$0	$0	($67 000)	$0	$0	$0	$0	$67 000
(37) **Net school generated funds**	$869 506		$869 506						
Capital and debt services									
Amortization of capital assets									
(38) Supported	$2 162 425	$0	$1 632	$2 024 386	$0	$0	$0	$0	$136 427
(39) Unsupported	$858 836	$0	$211 820	$85 190	$306 123	$0	$91 712	$91 712	$163 991
(40) Total Amortization	$3 021 261	$0	$213 452	$2 109 556	$306 123	$0	$91 712	$91 712	$300 418
Interest on capital debt									
(41) Supported	$1 987 789	$0	$0	$1 822 634	$0	$0	$0	$0	$165 155
(42) Unsupported	$4 860	$0	$0	$0	$0	$0	$0	$0	$4 860
(43) Other interest charges	$8 017	$0	$2 921	$0	$0	$0	$4 885	$4 885	$211
(44) Losses on disposal of capital assets	$190 980	$0	$3 899	$186 994	$87	$0	$0	$0	$0
(45) **TOTAL EXPENSES** $46 706 369	$46 706 369	$915 341	$25 576 997	$8 874 910	$2 871 864	$653 667	$1 681 027	$2 334 694	$6 132 563
(46) Surplus(deficit) Before Funding Allocated for Capital Purposes	($435 603)	$104 037	$78 002	$207 439	($229 612)			($369 406)	$188 815
TOTAL applicable number of students/children	2 990	278	2 714	2 741	2 684			2 992	
AVERAGE PROGRAM COSTS per applicable student/child	$15 610	$3 293	$9 424	$3 238	$1 070			$780	

SCHEDULE B1 to the AFS

INSTRUCTION Grades 1 to 12 Program 2001-2002 Expenses

EXPENSES	INSTRUCTION (Grades 1 to 12) All Student Instruction	School Admin. & Instruction Support	System Instruction Support	Mildly & Moderately Disabled and Gifted & Talented	Severely Disabled	Alberta Initiative for School Improvement	Student Health Initiative	Total Instruction (Grades 1 to 12)
Certificated salaries	$8,434,198	$1,404,492	$479,701	$1,968,259	$941,929	$73,817	$0	$13,302,396
Certificated benefits	$1,930,876	$304,389	$88,311	$453,240	$218,651	$14,814	$0	$3,010,281
Uncertificated salaries and wages	$2,679,004	$594,993	$127,091	$99,569	$928,440	$0	$0	$4,429,097
Uncertificated benefits	$545,151	$140,637	$42,966	$21,686	$166,018	$0	$0	$916,458
SUB - TOTAL REMUNERATION	$13,589,229	$2,444,511	$738,069	$2,542,754	$2,255,038	$88,631	$0	$21,658,232
Services, contracts & supplies	$1,803,917	$509,589	$335,425	$0	$180,789	$199,167	$0	$3,028,887
Cost recoveries & transfers	$0	$0	$0	$0	$0	$0	$0	$0
Net school generated funds	$669,806							$669,806
Amortization of capital assets								
Supported	$1,632	$0	$0	$0	$0	$0	$0	$1,632
Unsupported	$173,441	$0	$38,379	$0	$0	$0	$0	$211,820
Total Amortization	$175,073	$0	$38,379	$0	$0	$0	$0	$213,452
Interest on capital debt								
Supported	$0	$0	$0	$0	$0	$0	$0	$0
Unsupported	$0	$0	$0	$0	$0	$0	$0	$0
Other interest charges	$2,921	$0	$0	$0	$0	$0	$0	$2,921
Losses on disposal of capital assets	$3,699	$0	$0	$0	$0	$0	$0	$3,699
TOTAL EXPENSES	$16,244,645	$2,954,100	$1,111,873	$2,542,754	$2,435,827	$287,798	$0	$25,576,997
FTE Certificated				42	22			
FTE Uncertificated				4	34			

SCHEDULE B2 to the AFS

INSTRUCTION Grades 1 to 12 Program 2001-2002

	AB LEARNING INSTRUCTION BLOCK REVENUE	ALBERTA LEARNING OTHER REVENUE	NON-ALBERTA LEARNING REVENUE	INSTRUCTION BLOCK REALLOCATION	TOTAL REVENUE	TOTAL EXPENSES	NET
Basic Instruction	$6,595,832	$941,138	$11,592,500	($1,207,361)	$17,922,109	$14,416,345	$3,505,764
School Admin & Instruction Support Expenses						$2,954,100	($2,954,100)
System Instruction Support Expenses						$1,111,873	($1,111,873)
Total Basic Instruction	$6,595,832	$941,138	$11,592,500	($1,207,361)	$17,922,109	$18,482,318	($560,209)
Sub-Programs & Initiatives							
Severely Disabled	$724,866		$0		$724,866	$2,435,827	($1,710,961)
English as a Second Language	$610,837				$610,837	$633,459	($22,622)
Enhanced Opportunities	$42,000				$42,000	$57,780	($15,780)
Native Education Project	$385,482		$0		$385,482	$834,610	($449,128)
Institutional Programs	$58,911				$58,911	$64,397	($5,486)
Sparsity & Distance	$2,824,715				$2,824,715		$2,824,715
Growth & Density	$38,703				$38,703		$38,703
Teacher Assistants Program	$44,603				$44,603	$53,175	($8,572)
Early Literacy Initiative (K-2)	$89,745				$89,745	$94,841	($5,096)
Learning Resources (LRC credit used)	$27,541		$0		$27,541	$27,541	$0
Supernet	$0				$0	$0	$0
Technology Integration	$63,382		$0		$63,382	$72,589	($9,207)
French as a Second Language(all jurisdictions)	$0				$0	$0	$0
Home Education	$22,105		$0		$22,105	$20,460	$1,645
Emergent	$2,800,000				$2,800,000	$2,800,000	$0
Total Sub-Programs & Initiatives	$7,732,890		$0		$7,732,890	$7,094,679	$638,211
INSTRUCTION, GRADES 1-12 (plus Early Lit. ECS)	$14,328,722	$941,138	$11,592,500	($1,207,361)	$25,654,999	$25,576,997	$78,002

School Jurisdiction Code: 1280

SCHEDULE C to the AFS
SUMMARY OF REVENUE TRANSFERS
BETWEEN ALBERTA LEARNING BLOCK ALLOCATIONS - 2001-2002

	Early Childhood Services	Instruction (Grades 1 to 12)	Operations and Maintenance	Transportation	Board and System Administration	External Services
Alberta Learning block allocations - Schedule A (Lines 1 & 2)	$684,205	$14,328,722	$798,781	$1,920,033	$1,037,032	
Reallocations permitted by the "Funding for School Authorities" manual						
From instruction block to:						
(1) External Services		($151,555)				$151,555
From ECS component of instruction block:						
(1) Transportation (part of the 2% maximum) (Note)	$0			$0		
(2) Operations and maintenance of schools (part of the 2% maximum) (Note)	$0		$0			
From all or part of maximum 2% of instruction block to:						
(1) Operations and maintenance of schools		($1,055,806)	$1,055,806			
(2) Transportation		$0		$0		
Calculation: 2% of *$15,012,927* = *$300,259* *($1,055,806)*						
From instruction block (Growth & Denisty component) to:						
(1) Operations and maintenance of schools		$0	$0			
(2) Transportation		$0		$0		
Reallocations directed by the board of trustees						
From operations and maintenance of schools block to:						
(1) Transportation			$0	$0		
(2) Instruction		$0	$0			
From transportation block to:						
(1) Operations and maintenance			$0	$0		
(2) Instruction		$0		$0		
From board and system administration block to:						
(1) Transportation				$0	$0	
(2) Operations and maintenance of schools			$0		$0	
(3) Instruction		$0			$0	
From within the instruction block and its components:						
(1) Instruction to: Early childhood services (ECS)	$0	$0				
(2) ECS to: Instruction	$0	$0				
AMOUNTS REFLECTED ON SCHEDULE A (Line 3)	$0	($1,207,361)	$1,055,806	$0	$0	$151,555

Note: Incremental ECS costs for transportation or O & M funded out of the instruction block should normally be recorded as a cost recovery on Schedule B rather than as a revenue transfer on this schedule

School Jurisdiction Code: 1280

SCHEDULE D to the AFS

CALCULATION OF MAXIMUM ELIGIBLE EXPENSE LIMITS FOR BOARD (GOVERNANCE) AND SYSTEM ADMINISTRATION 2001-2002

STEP 1

Determine the total eligible revenue which is used as the BASE TOTAL to calculate the maximum eligible expense limits for Board and System Administration

Total Revenues (Schedule A):		
Instruction Block	- Grades ECS -12 (excluding technology integration and emergent)	$12,149,545
Support Block	- Operations & Maintenance	$798,781
	- Transportation	$1,920,033
SUBTOTAL		$14,868,359

Other Revenues	
Alberta Infrastructure (Operations & Maintenance)	$551,515
Other Alberta Learning revenues (Excluding One-Time Grant)	$3,402,418
Other - Government of Alberta (Excluding Alberta Finance)	$1,807,010
Federal government/First Nations	$14,553,148
Other Alberta school authorities	$0
Out of province local authorities	$0
Alberta municipalities	$0
Other sales and services	$219,791
Interest on investments	$173,803
Rentals of facilities	$702,280
Gains on disposal of capital assets	$32,777
Amortization of capital allocations	$2,349,419
School generated funds (Schedule E)	$657,547
BASE TOTAL FOR CALCULATING MAXIMUM EXPENSE LIMITS	**$39,318,067**

STEP 2

Calculation of maximum expense limit PERCENTAGE for Board and System Administration expenses

If "Total Net Enrolled Students" are 6,000 and over	= 4%	**5.71%**
If "Total Net Enrolled Students" are 2,000 and less	= 6%	

The Maximum Expense Limit for Board and System Administration is based on an arithmetical proration for the TOTAL FTE count for grades 1 -12, net of Home Education AND Adult students, between 2,000 to 6,000 at .0005 per FTE.

EXAMPLE: 4,500 FTE count grades 1-12 = 6,000 - 4,500 = 1,500 X .0005 = .75% plus 4% = maximum expense limit of 4.75%

Note: Calculation unnecessary if Total FTE is 6,000 or more, and 2,000 & less

STEP 3

Calculate maximum expense limit AMOUNTS for Board and System Administration expenses

Maximum Expense Limit percentage (Step 2) x Base Total (Step 1)		$2,245,062
Considerations for Charter Schools and Francophone Boards:		
If Charter School, enter 50,000	0	$0
If Francophone Board, enter 300,000	0	$0
(If none of these considerations apply, leave the above cells blank)		
MAXIMUM EXPENSE LIMIT		**$2,245,062**

STEP 4

Compare maximum expense limit amounts calculated in Step 3 to actual expenses (from Schedule A)

Actual Board Governance & System Administration expenses	$2,334,694
PLUS: transfers to Restricted - Operating (Board/System Administration)	$0
LESS: transfers from Restricted - Operating (Board/System Administration)	-$34,694
TOTAL BOARD GOVERNANCE & SYSTEM ADMINISTRATION EXPENSES	$2,300,000
Maximum Expense Limit for Board & System Administration (Step 3)	$2,245,062
ACTUAL EXPENSES - OVER(UNDER) MAXIMUM EXPENSE LIMIT	$54,938

School Jurisdiction Code: 1280

SCHEDULE E to the AFS
SOURCE & APPLICATION OF SCHOOL GENERATED FUNDS (SGF) - 2001-2002

Unexpended SGF - Opening Balance August 31, 2001		$229,130
Source of School Generated Funds:		
Total School Generated Funds for the year (Note 1)	$657,547	
Less: SGF - related cost recoveries (Note 2)	$23,473	
- capitalized at the District level	$0	
Net Total	$634,074	
Plus: Donations Received (Note 3)	$36,592	
Equals: Net Additions to SGF		$670,666
Net SGF Available for discretionary spending		$899,796
Net SGF revenue and Net SGF expense - per schedule A, line 26 and line 37		
Net expended SGF for discretionary purposes (Note 4)		$669,806
Unexpended SGF - Closing Balance August 31, 2002		$229,990

Note 1 Excludes fees collected pursuant to Section 60(2)(j) of the School Act (e.g. instruction materials and technology fees determined by board policy or resolution). This is the amount used to calculate the administrative cap. See Schedule E

Note 2 These are the expenses (a) incurred in generating SGF (e.g. fundraising expenses, printing of tickets, payment to DJ at school dance; cost of goods sold for school cafeteria/servery; staffing and supplies for a dinner; raffle prizes; supplies for a car wash; book fair purchases, meals for lunch program), or (b) collected and disbursed for the benefit of individual students (e.g. cost of field trips for student activities not leading to CEU's). Monies collected for CEU-related activities are not SGF. They are recorded as instruction fees

Note 3 Donations are restricted to cash; gifts in kind are treated as board assets, not SGF. Amounts are net of related expenses

Note 4 Only SGF expended for discretionary purposes are recorded as revenue and expense; unexpended funds are carried forward on the balance sheet to the succeeding year. Any capital items purchased with SGF should be treated as a SGF-related cost recovery

School Jurisdiction Code: 1280

SCHEDULE F to the AFS
Operations and Maintenance Program 2001-2002 Expenses

EXPENSES	Operations and Maintenance								
	Maintenance Office & Shop Administration	Preventative Maintenance	Custodial	Fire/Security/ Safety Systems	Sites and Grounds Maintenance	Utilities and Communications	Expensed Block BQRP/Mod.	Capital & Debt Services and Transfers	Total Operations and Maintenance
Uncertificated salaries and wages	$596,699	$65,489	$977,615	$11,228	$0	$0	$575		$1,651,606
Uncertificated benefits	$102,316	$22	$224,630	$819	$0	$0	$45		$327,832
SUB - TOTAL REMUNERATION	$699,015	$65,511	$1,202,245	$12,047	$0	$0	$620		$1,979,438
Contracted Services	$327,477	$483,023	$51,452	$38,507	$47,430	$2,562	$529,268		$1,479,719
Supplies	$75,434	$11,547	$153,857		$0		$0		$240,838
Electricity						$686,453			$686,453
Natural Gas/Heating Fuel						$372,904			$372,904
Sewer and Water						$63,374			$63,374
Cost recoveries & transfers								($67,000)	($67,000)
Amortization of capital assets									
Supported								$2,024,366	$2,024,366
Unsupported	$0	$0	$0	$0	$0	$0	$0	$85,190	$85,190
Total Amortization	$0	$0	$0	$0	$0	$0	$0	$2,109,556	$2,109,556
Interest on capital debt									
Supported								$1,822,634	$1,822,634
Unsupported								$0	$0
Other interest charges								$0	$0
Losses on disposal of capital assets								$186,994	$186,994
TOTAL EXPENSES	$1,101,926	$560,081	$1,407,554	$50,554	$47,430	$1,125,293	$529,888	$4,052,184	$8,874,910
FTE Uncertificated (Board/Contract)	11	2	34	1	0	0	0	0	48

Notes:

Maintenance Office & Shop Administration:	Includes all maintenance office related remuneration, supplies, services and contracts
Preventative Maintenance:	Includes all structural, architectural, mechanical and electrical maintenance items identified below - activities required for operating and maintaining the structure, envelope, roof, parkade, ramps/fire escapes, fixed exterior walls, exterior finishes of the buildings and outside doors/other barrier - activities for purchase, installation, maintenance and repair of mechanical and electrical systems for the maintenance buildings and schools
Custodial:	Includes all the activities required for ensuring the buildings are kept in a clean and tidy condition
Fire/Security/Safety Systems:	Includes all activities required for fire prevention/alarms systems, security personnel and alarm systems, detection systems and related safety systems for the property
Sites & Grounds Maintenance:	Sites & Grounds Maintenance includes all activities required for maintenance and upkeep of exterior grounds, parking lots, athletic fields including snow removal and lawn care
Utilities & Communications:	Includes all cost related to electricity(light & power), natural gas and other heating fuels, sewer & water and all forms of communications
Expensed Block BQRP/Mod:	Includes all non-capital activities related to Block BQRP/Modernization expensed by the jurisdiction
Capital & Debt Services:	Includes all activities related to supported school amortization and debt interest expense. All unsupported amortization is allocated to the appropriate sub-categories

School Jurisdiction Code: 1280

SCHEDULE G to the AFS
DISCLOSURE OF SALARIES AND BENEFITS - 2001-2002
(SECTION 126.1 OF THE SCHOOL ACT)

		FTE's or Individuals	Remuneration	Benefits	Allowances	Performance Bonuses	ERIP's / Other	Total	Expenses
Board of Trustees:									
Chairman									
Name Steve Noskey		1	$29,133	$151	$0	$0	$0	$29,284	$29,293
Board Members:									
Name as attached		24.07	$129,523	$1,094	$0	$0	$0	$130,617	$212,981
Name		0	$0	$0	$0	$0	$0	$0	$0
Name		0	$0	$0	$0	$0	$0	$0	$0
Name		0	$0	$0	$0	$0	$0	$0	$0
Name		0	$0	$0	$0	$0	$0	$0	$0
Name		0	$0	$0	$0	$0	$0	$0	$0
Name		0	$0	$0	$0	$0	$0	$0	$0
Name		0	$0	$0	$0	$0	$0	$0	$0
Name		0	$0	$0	$0	$0	$0	$0	$0
Name		0	$0	$0	$0	$0	$0	$0	$0
Subtotal		25.07	$158,656	$1,245	$0	$0	$0	$159,901	$242,274
Superintendent Colin Kelly	(2)	1	$100,000	$21,377	$0	$0	$0	$121,377	$33,940
Secretary/Treasurer Len Leithead	(2)	1	$94,000	$14,679	$0	$0	$0	$108,679	$7,523
Secretary	(2)	0	$0	$0	$0	$0	$0	$0	$0
Treasurer	(2)	0	$0	$0	$0	$0	$0	$0	$0
Certificated Salaries	(1)	260.8	$15,373,311	$3,476,635	$0	$0	$0	$18,849,946	$292,225
Uncertificated Salaries & Wages	(1)	309.86	$8,316,932	$1,751,717	$0	$0	$0	$10,068,649	$273,524
TOTALS			$24,042,899	$5,265,653	$0	$0	$0	$29,308,552	$849,486
						Sub-Total of Salaries and Benefits from Schedule A:		$29,308,552	

Notes: Please refer to completion information on page 15.
(1) Full time equivalents (FTE's)
(2) Employed or contracted

School Jurisdiction Code: 1280

SCHEDULE G to the AFS
DISCLOSURE OF SALARIES AND BENEFITS - 2001-2002
(SECTION 148.1 OF THE SCHOOL ACT)

	FTEs	Remuneration	Benefits	Allowances	Performance Bonuses	ERIP's / Other	Total	Expenses
Board of Trustees:								
Chairman								
Name	0	$0	$0	$0	$0	$0	$0	$0
Name	0	$0	$0	$0	$0	$0	$0	$0
Name	0	$0	$0	$0	$0	$0	$0	$0
Board Members:								
Name Belinda Halabisky	1	$8,890	$101	$0	$0	$0	$8,991	$14,512
Name James Alook	1	$8,160	$72	$0	$0	$0	$8,232	$14,814
Name Elsie Fabian	1	$6,654	$28	$0	$0	$0	$6,682	$15,241
Name Victor Gladue	0.17	$750	$21	$0	$0	$0	$771	$1,458
Name Kathleen Lepine	1	$9,507	$28	$0	$0	$0	$9,535	$13,985
Name Craig Flammand	0.5	$11,409	$123	$0	$0	$0	$11,532	$14,584
Name Veronica Alook	0.17	$264	$1	$0	$0	$0	$265	$1,189
Name Arlene Marie Bacon	0.17	$899	$2	$0	$0	$0	$901	$1,685
Name Frances Bissell	1	$15,604	$336	$0	$0	$0	$15,940	$17,145
Name Derek Chalifoux	0.17	$528	$19	$0	$0	$0	$547	$1,251
Name Joyce Beaver	0.17	$1,324	$32	$0	$0	$0	$1,356	$3,210
Name Marie Hamilton	0.17	$440	$1	$0	$0	$0	$441	$548
Name Thomas Auger	1	$3,837	$13	$0	$0	$0	$3,850	$9,584
Name Leo Alook	0.17	$764	$2	$0	$0	$0	$766	$984
Name Cheryl Wogan	1	$5,996	$22	$0	$0	$0	$6,018	$11,354
Name Sophia Ducharme	0.17	$448	$1	$0	$0	$0	$449	$1,258
Name Hilma Doreen Supernault	1	$5,530	$20	$0	$0	$0	$5,550	$9,845
Name Peter Fehr	0.7	$1,723	$5	$0	$0	$0	$1,728	$3,589
Name Julia Cardinal	0.17	$745	$5	$0	$0	$0	$750	$2,489
Name Blue-Eyes Simpson	1	$1,540	$9	$0	$0	$0	$1,549	$4,245
Name Karen Lee Cunningham	1	$2,918	$12	$0	$0	$0	$2,930	$5,489
Name Maddy Daniels-Ghostkeeper	0.17	$580	$0	$0	$0	$0	$580	$784
Name Danny Cardinal	1	$1,452	$4	$0	$0	$0	$1,456	$2,541
Name Darlene Courtorielle	1	$5,779	$23	$0	$0	$0	$5,802	$9,547
Name Elmer Gullion	1	$8,845	$81	$0	$0	$0	$8,926	$13,412
Name Billy McDonald	1	$3,803	$12	$0	$0	$0	$3,815	$6,245

School Jurisdiction Code: 1280

SCHEDULE G to the AFS
DISCLOSURE OF SALARIES AND BENEFITS - 2001-2002
(SECTION 148.1 OF THE SCHOOL ACT)

		FTEs	Remuneration	Benefits	Allowances	Performance Bonuses	ERIP's / Other	Total	Expenses
Name	George Nokohoo	1	$2,092	$11	$0	$0	$0	$2,103	$3,820
Name	Francine Oliver	1	$5,764	$67	$0	$0	$0	$5,831	$6,278
Name	Ken Shaw	1	$6,466	$25	$0	$0	$0	$6,491	$10,257
Name	Shirley Tremblay	1	$2,671	$11	$0	$0	$0	$2,682	$4,251
Name	Betty Woodward	0.17	$935	$3	$0	$0	$0	$938	$1,895
Name	Ivan Villeneuve	1	$1,150	$4	$0	$0	$0	$1,154	$1,847
Name	Neil Ernest Rutley	1	$902	$0	$0	$0	$0	$902	$1,430
Name	Wilhelm Braun	1	$1,154	$0	$0	$0	$0	$1,154	$2,215
Name		0	$0	$0	$0	$0	$0	$0	$0
Totals		24.07	$129,523	$1,094	$0	$0	$0	$130,617	$212,981

Notes: Please refer to completion information on page 15.

School Jurisdiction Code: 1280

SCHEDULE G1 to the AFS

DISCLOSURE OF SALARIES AND BENEFITS *(SECTION 148.1 OF THE SCHOOL ACT)*

COMPLETION INFORMATION

(1) Salary and benefits consist of and agree with the amounts properly recorded in the school jurisdiction's payroll records and related object codes for salaries, wages and benefits.

(2) **Remuneration** includes regular base salaries, administrative allowances, overtime, lump sum payments EXCEPTING TERMINATION BENEFITS (See #10A below), honoraria, deferred salary leave accruals and any other direct cash remuneration EXCEPTING PERFORMANCE PAY (See #10 below).

(3) Certificated salaries include the aggregate of all payments for certificated staff regardless of the length, nature or definition of the employment agreement. The number of full time equivalent staff should be measured as at September 30.

(4) Uncertificated salaries and wages should be measured in terms of the number of individuals employed as at September 30.

(5) Salary and benefits information should be the aggregate amount covering the same fiscal period as the audited financial statements.

(6) Salary must include deferred salary accruals.

(7) Salary includes only payments for services subject to an employer-employee relationship.

(8) **Benefits** include the employer's share of all employee benefits and contributions or payments made on behalf of employees including retirement pensions, Canada pension plan (CPP), employment insurance (EI), health care, dental coverage, vision coverage, out of country medical benefits, group life insurance, accidental disability and dismemberment insurance, long and short term disability plans.

(9) **Allowances** include all monies paid to an employee as miscellaneous **negotiated** allowances. This category will include car or travel allowances, isolation allowances, relocation expenses, sabbaticals, special leave with pay, financial and retirement planning services, and club memberships. ADMINISTRATIVE ALLOWANCES are included in **Remuneration**.

(10) **Performance Bonuses** include those monies paid to employees of the school authority that are tied to the achievement of some specifed goal or objective.

(10A) **Other** includes termination benefits ((severance pay, retiring allowances (ERIP's), sick leave and other settlement costs due to loss of employment).

(11) **Expenses** will include the reimbursements of travel, subsistence, moving costs, conference fees, etc., paid by the employee **or on his/her behalf** in performing the responsibilities of employment.

(12) The superintendent's remuneration is in terms of one individual who is the Chief Executive Officer. Benefits for the superintendent do not include Alberta Learning contributions to the Teachers Retirement Fund pension plan.

(13) A position should include salary, benefits and allowances earned by an individual who officially acted in a position while it was vacant. If a position was vacant and no one acted in the position, the position should not be disclosed.

(14) Benefits and allowances need not include an amount for automobile, housing or other benefits for which a value cannot be reasonably estimated.

(15) If a position is occupied by more than one individual during a year, the aggregate salary, benefits and allowances earned by the individuals in the position should be disclosed. An explanatory note should indicate the number of individuals.

School Jurisdiction Code [illegible]

AUDITED
FINANCIAL STATEMENTS
and Supporting Schedules
FOR THE YEAR ENDED AUGUST 31, 2002
[School Act, Sections 147(2)(3), 151(1) and 276]

CONSEIL SCOLAIRE DU NORD-OUEST NO. 1

Name of School Jurisdiction

C.P. 1220, ST. ISIDORE, ALBERTA T0H 3B0

Mailing Address

Phone: 780-624-8855 Fax: 780-624-8554

Telephone and Fax Numbers

SCHOOL JURISDICTION MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The financial statements and supporting schedules CONSEIL SCOLAIRE DU NORD-OUEST NO. 1
(Name of School Jurisdiction)

presented to Alberta Learning have been prepared by school jurisdiction management which has responsibility for their preparation, integrity and objectivity. The financial statements and schedules, including notes, have been prepared in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

In fulfilling its reporting responsibilities, management has maintained internal control systems and procedures designed to provide reasonable assurance that the school jurisdiction's assets are safeguarded, that transactions are executed in accordance with appropriate authorization and that accounting records may be relied upon to properly reflect the school jurisdiction's transactions. The effectiveness of the control systems is supported by the selection and training of qualified personnel, an organizational structure that provides an appropriate division of responsibility and a strong budgetary system of control.

Board of Trustees Responsibility
The ultimate responsibility for the financial statements lies with the Board of Trustees. The Board reviewed the financial statements with management in detail and the Board approved the financial statements for release.

External Auditors
The Board appoints external auditors to audit the financial statements and meets with the auditors to review their findings. The external auditors have full and free access to school jurisdiction records.

Declaration of Management and Board Chairman
To the best of our knowledge and belief, these financial statements and supporting schedules reflect, in all material respects, the financial position and results of operations and cash flows for the year in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

BOARD CHAIRMAN

Chantal Monfette
Name
Signature

SUPERINTENDENT

Denise Bourassa
Name
Signature

SECRETARY TREASURER OR TREASURER

Anita Bazile
Name
Signature

Nov 28 2002
Dated:

c.c. ALBERTA LEARNING, School Reporting Branch
8th Floor Commerce Place, 10155-102 Street, Edmonton AB [illegible]
EMAIL: [illegible]@gov.ab.ca
PHONE: (780) 427-[illegible] FAX: (780) 422-[illegible]

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SYLVAIN & DORAN
Certified General Accountants

Michel A. Sylvain, C.G.A.*
Jean R. Sylvain, C.G.A.*
Gary Doran, C.G.A.

P.O. Box 5
Falher, Alberta T0H 1M0
Telephone: (780) 837-2401
Facsimile: (780) 837-3434
Email: sylvdora@telusplanet.net

AUDITORS' REPORT

To the Board of Trustees,
REGIONAL AUTHORITY OF THE NORTHWEST
FRANCOPHONE EDUCATION REGION NO. 1

We have audited the statement of financial position of the REGIONAL AUTHORITY OF THE NORTHWEST FRANCOPHONE EDUCATION REGION NO. 1 as at August 31, 2002 and the statements of revenues and expenses, cash flows, changes in net assets and capital allocations for the year then ended. These financial statements are the responsibility of the school jurisdiction's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform the audit to obtain reasonable assurance as to whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the financial position of the school jurisdiction as at August 31, 2002 and the results of its operations, changes in cash flows, net assets and capital allocations for the year then ended in accordance with Canadian generally accepted accounting principles.

Our audit was conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The supplementary information included in Schedules A through G is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such supplementary information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

Falher, Alberta
November 8, 2002

Sylvain & Doran
CERTIFIED GENERAL ACCOUNTANTS

*DENOTES CERTIFIED GENERAL ACCOUNTANT WHOSE PROFESSIONAL CORPORATION IS A MEMBER OF THE PARTNERSHIP

School Jurisdiction Code: 8050

STATEMENT OF FINANCIAL POSITION

as at August 31

(in dollars)

		2002	2001
ASSETS			
Current assets			
Cash and temporary investments		$1,929,004	$1,894,882
Accounts receivable (net after allowances)			
Province of Alberta		$1,696	$44,504
Federal Government and/or First Nations		$80,997	$90,240
Alberta municipalities		$0	$0
Other Alberta school jurisdictions		$0	$0
Other		$53,762	$41,734
Prepaid expenses		$34,944	$36,331
Other current assets		$38,019	$24,142
Total current assets		$2,138,422	$2,131,833
School generated assets		$52,580	$49,794
Trust assets		$0	$0
Capital assets			
Land		$75,000	$75,576
Buildings	$4,741,572		
Less: accumulated amortization	($702,282)	$4,039,290	$3,932,338
Equipment	$101,984		
Less: accumulated amortization	($77,139)	$24,845	$32,056
Vehicles	$384,430		
Less: accumulated amortization	($240,167)	$144,263	$181,512
Total capital assets		$4,283,398	$4,221,482
TOTAL ASSETS		$6,474,400	$6,403,109
LIABILITIES			
Current liabilities			
Bank indebtedness		$0	$0
Accounts payable and accrued liabilities			
Province of Alberta		$3,793	$0
Federal Government and/or First Nations		$0	$8,586
Alberta municipalities		$0	$0
Other Alberta school jurisdictions		$0	$0
Other		$275,038	$84,413
Deferred revenue		$289,599	$260,337
Deferred capital allocations		$437,704	$719,500
Current portion of all long term debt		$0	$26,500
Total current liabilities		$1,006,134	$1,099,336
School generated liabilities		$52,580	$49,794
Trust liabilities		$0	$0
Unfunded employee future benefit liability		$0	$0
Long term debt			
Supported: Debentures and other supported debt		$0	$212,000
Less: Current portion of supported debt		$0	($26,500)
Unsupported: Debentures and Capital Loans		$0	$0
Capital Leases		$0	$0
Mortgages		$0	$0
Less: Current portion of unsupported debt		$0	$0
Unamortized capital allocations		$3,928,836	$3,613,667
Total long term liabilities		$3,981,416	$3,848,961
TOTAL LIABILITIES		$4,987,550	$4,948,297
NET ASSETS			
Unrestricted net assets		$278,109	$317,525
Operating Reserves		$337,715	$383,478
Accumulated Operating Surplus (Deficit)		$615,824	$701,003
Investment in capital assets		$354,562	$395,815
Capital Reserves		$516,464	$357,994
Total Capital Funds		$871,026	$753,809
Total net assets		$1,486,850	$1,454,812
TOTAL LIABILITIES AND NET ASSETS		$6,474,400	$6,403,109

School Jurisdiction Code: 8050

STATEMENT OF REVENUES AND EXPENSES

for the Year Ended August 31

(in dollars)

	Actual 2002	Budget 2002 (1)	Actual 2001 (2)
REVENUES			
Alberta Learning	$2,932,269	$2,841,711	$2,739,649
Alberta Infrastructure	$138,130	$23,793	$9,633
Alberta Finance	$40,120	$22,850	$36,887
Other Government of Alberta	$0	$0	$0
Federal Government and/or First Nations	$60,693	$37,839	$290,633
Other Alberta school authorities	$0	$0	$0
Out of province local authorities	$0	$0	$0
Alberta Municipalities (excluding supplementary requisitions)	$0	$0	$0
Instruction resource fees	$11,540	$11,880	$10,741
Transportation fees	$0	$0	$0
Other sales and services	$27,909	$200	$32,327
Investment income	$42,490	$10,500	$39,796
Gifts and donations	$4,000	$0	$0
Rentals of facilities	$80	$500	$2,055
Net school generated funds	$6,920	$30,000	$4,353
Gains on disposal of capital assets	$0	$0	$0
Amortization of capital allocations	$440,248	$194,797	$185,641
Total Revenues	$3,704,399	$3,174,070	$3,351,715
EXPENSES			
Certificated salaries	$1,416,425	$1,426,469	$1,251,886
Certificated benefits	$168,197	$155,629	$145,559
Uncertificated salaries and wages	$401,705	$365,214	$350,591
Uncertificated benefits	$55,962	$45,597	$46,385
Services, contracts and supplies	$1,093,770	$1,118,063	$1,027,029
Net school generated funds	$6,920	$30,000	$4,353
Capital and debt services			
Amortization of capital assets			
Supported	$198,917	$194,797	$185,641
Unsupported	$13,426	$67,654	$46,320
Total Amortization of capital assets	$212,343	$262,451	$231,961
Interest on capital debt			
Supported	$40,120	$22,850	$23,747
Unsupported	$0	$0	$0
Total Interest on capital debt	$40,120	$22,850	$23,747
Other interest charges	$709	$0	$829
Losses on disposal of capital assets	$276,209	$0	$6,614
Total Expenses	$3,672,360	$3,426,273	$3,088,954
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES BEFORE FUNDING ALLOCATED FOR CAPITAL PURPOSES	$32,038	($252,203)	$262,761
Block BQRP revenue used for capital purposes	$0	$0	$0
Block MOD revenue used for capital purposes	$0	$0	$0
1999 One-time grant revenue used for capital purposes	$0	$0	$0
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES	$32,038	($252,203)	$262,761

Note (1) 2001-2002 budget numbers as restated or taken from the finalized Budget Report pursuant to section 147(2)(b) of the School Act.

Note (2) 2000-2001 actuals as restated or taken from the finalized audited financial statements pursuant to Section 147(2)(a) of the School Act.

School Jurisdiction Code: 8050

STATEMENT OF CASH FLOWS

for the Year Ended August 31

(in dollars)

		2002	2001
CASH FLOWS FROM:			
A. OPERATIONS			
Surplus (deficit) of revenues over expenses for the year		$32,038	$262,761
Add (Deduct) items not requiring cash:			
Amortization of capital allocations revenue		($440,248)	($185,641)
Total amortization expense		$212,343	$231,961
Gains on disposal of capital assets		$0	$0
Losses on sale of capital assets		$276,209	$6,614
Changes in accrued accounts:			
Accounts receivable		$40,023	$10,900
Prepaids and other current assets		($12,490)	($27,856)
Payables and accrued liabilities		$185,832	$43,777
Deferred revenue		$29,262	$120,806
Unfunded employee future benefit expense (recovery)		$0	$0
Other (e.g. change in net trust liabilities)		$0	$0
Total sources (uses) of cash from Operations		$322,969	$463,322
B. INVESTING ACTIVITIES			
Purchases of capital assets			
Land		$0	$0
Buildings		($543,417)	($10,000)
Equipment		($7,051)	$0
Vehicles		$0	($38,523)
Proceeds from disposal of capital assets		$0	$56,958
Other (describe)		$0	$0
Total sources (uses) of cash from Investing activities		($550,468)	$8,435
C. FINANCING ACTIVITIES			
Capital allocations received		$261,621	$729,500
Issue of long term debt		$0	$0
Repayment of long term debt		($212,000)	($26,500)
Add back: supported portion		$212,000	$26,500
Total sources (uses) from Financing activities		$261,621	$729,500
Net sources (uses) of cash equivalents* during year		$34,122	$1,201,257
Cash Equivalents at the beginning of the year		$1,894,882	$693,625
Cash Equivalents at the end of the year	$1,929,004	$1,929,004	$1,894,882

Note: Cash equivalents consist of:
- cash and temporary investments
- bank indebtedness

STATEMENT OF CHANGES IN NET ASSETS
for the Year Ended August 31, 2002
(in dollars)

School Jurisdiction Code: 0

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)	(14)	(15)
	TOTAL	INVESTMENT	UNRESTRICTED	TOTAL RESTRICTED	RESTRICTED NET ASSETS										
					School Based		Alberta Infrastructure			Board & System Admin.		Transportation		External Services	
	NET ASSETS (Columns 2+3+4	IN CAPITAL ASSETS	NET ASSETS	NET ASSETS Columns 5 to 15	Unsupported Operating Reserves	Unsupported Capital (Vehicle. Equip) Reserves	Unsupported O& M Operating Reserves	Supported School (Bldg/Land) Capital Reserves	Unsupported Capital (Bldg. Vehicle.Equip) Reserves	Unsupported Operating Reserves	Unsupported Capital (Bldg. Vehicle.Equip) Reserves	Unsupported Operating Reserves	Unsupported Capital (Bldg. Vehicle.Equip) Reserves	Unsupported Operating Reserves	Unsupported Capital (Bldg. Vehicle.Equip) Reserves
Balance at August 31, 2001	$1,453,368	$395,815	$317,415	$740,138	$351,344	$139,950	$0	$0	$0	$11,989	$0	$0	$218,044	$18,811	$0
Prior period adjustments (describe)															
Prov a/r understated re CEU's. etc	$1,444	$0	$110	$1,334	$1,334	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
Adjusted Balance, Aug. 31, 2001	$1,454,812	$395,815	$317,525	$741,472	$352,678	$139,950	$0	$0	$0	$11,989	$0	$0	$218,044	$18,811	$0
Surplus(def) of revenue over expenses	$32,038		$32,038												
Block BQRP funded capital transactions		$0	$0												
Block MOD funded capital transactions		$0	$0												
Board funded capital transactions		$7,051	$0	($7,051)	$0	($7,051)	$0		$0	$0	$0	$0	$0	$0	$0
Donations of non-amortizable assets	$0	$0													
Amortization of capital assets		($212,343)	$212,343												
Amortization of capital allocations		$440,248	($440,248)												
Disposal of unsupported capital assets		($576)	$576	$0		$0			$0		$0		$0		$0
Disposal of supported capital assets	$0	($275,633)	$275,633	$0				$0							
Debt principal payments (unsupported)		$0	$0	$0	$0	$0	$0	$0	$0	$0	$0				
Net transfers to operating reserves			$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
Net transfers from operating reserves			$45,763	($45,763)	($33,774)	$0	$0	$0	$0	($11,989)	$0	$0	$0	$0	$0
Net transfers to capital reserves			($165,521)	$165,521	$0	$6,569	$0	$0	$158,952	$0	$0	$0	$0	$0	$0
Net transfers from capital reserves	$0		$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
Balance at August 31, 2002	$1,486,850	$354,562	$278,109	$854,179	$318,904	$139,468	$0	$0	$158,952	$0	$0	$0	$218,044	$18,811	$0

School Jurisdiction Code: 8050

STATEMENT OF CAPITAL ALLOCATIONS
(SUPPORTED CAPITAL FINANCING ONLY)
for the Year Ended August 31, 2002

(in dollars)

		Deferred Capital Allocations	Unamortized Capital Allocations
Balance at August 31, 2001		$719,500	$3,613,667
Add:			
Capital allocations from:	AB Infrastructure - New/Modernization Projects	$251,284	
	Other Government of Alberta	$0	
	Federal Government and/or First Nations	$0	
	Alberta Municipalities	$0	
	Other Alberta school jurisdictions	$0	
	Other	$0	
Interest earned on provincial government capital allocations		$10,337	
Other capital grants and donations		$0	
Insurance proceeds		$0	
Donated capital assets (depreciable, at Fair Market Value)			$0
Transferred in capital assets (depreciable, at Net Book Value)			$0
Current Year Debenture Principal Repayment			$212,000
Expended capital allocations - current year		($543,417)	$543,417
Less:			
Unamortized Capital Allocation affected by a disposal through transfer out			$0
Capital allocations amortized to revenue			$440,248
Balance at August 31, 2002		$437,704	$3,928,836

Auditors' Notes to the Financial Statements
For the Year Ended August 31, 2001

1. AUTHORITY AND PURPOSE

The School Jurisdiction delivers education programs under the authority of the School Act, Chapter S-3.1, Statutes of Alberta, 1988.

The jurisdiction receives block allocations for instruction and support under Regulation 12/95. The regulation limits funding and expenses for administration. It permits the jurisdiction, within specified limits, to reallocate funding between the instruction and support blocks.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

These financial statements have been prepared in accordance with Canadian generally accepted accounting principles (CGAAP) and accounting policies consistent with those prescribed by Alberta Learning for Alberta school jurisdictions. The precise determination of many assets and liabilities is dependent on future events. As a result, the preparation of financial statements for a period involves the use of estimates and approximations, which have been made using careful judgement. Actual results could differ from those estimates and approximations. The financial statements have, in management's opinion, been properly prepared within reasonable limits of materiality and within the framework of the accounting policies summarized below:

a) Revenue Recognition

Revenue is recognized as follows:

Instruction and support allocations are recognized in the year to which they relate.

Fees for services related to courses and programs are recognized as revenue when such courses and programs are delivered.

Unrestricted contributions are recognized as revenue when received and receivable. Contributions in-kind are recorded at fair market value when reasonably determinable.

Externally restricted contributions are deferred and recognized as revenue in the period in which the restriction is complied with. Endowment funds, which are to be retained as net assets, are recorded as direct increases in trust assets and liabilities.

b) Capital Assets

Capital assets are reflected in the accounts at cost, and are amortized over their estimated useful lives on a straight line basis, at the following rates:

Buildings - masonry and cement	2.5%
- wood frame or renovations	4%
Building site improvements	5%
Vehicles	10%
Equipment	20%

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - con't

c) School Generated Funds

There are funds in the community, which come under the control and responsibility of the school principal and are for school activities. These funds are usually collected and retained at the school for expenditures paid at the school level (e.g. yearbook sales, graduation fees, field trip fees, etc.)

d) Vacation Pay

Vacation pay is accrued in the period in which the employee earns the benefit.

e) Inventories

Inventories are recorded at the lesser of cost and net realizable value.

f) Prepaid Expenses

Certain expenditures incurred and paid before the close of the school year are for specific school supplies, which will be consumed subsequent to the year-end, and are accordingly recorded as prepaid expenses. Certain insurance expenses fall into this category.

g) Contributed Services

Volunteers contribute a considerable number of hours per year to various schools, which are within the school board to ensure that certain programs are delivered such as kindergarten, lunch services and the raising of school generated funds. Because of the difficulty of compiling these hours and the fact that these services are not otherwise purchased, contributed services are not recognized in the financial statements.

h) Financial Instruments

The jurisdiction's financial instruments consist of cash, accounts receivable, accounts payable, accrued liabilities and long-term debt. It is management's opinion that the jurisdiction is not exposed to significant interest, currency or credit risks arising from these financial instruments. Unless otherwise noted, the fair values of these financial instruments approximate their carrying values. The jurisdiction has invested surplus funds in accordance with section 44 of the School Act and section 8 of the Trustees Act.

i) Operating and Capital Reserves

Reserves are established at the discretion of the Board of Trustees of the jurisdiction or externally to set aside funds for operating and for future capital expenditures. Such reserves are appropriations of accumulated surplus.

REGIONAL AUTHORITY OF THE NORTHWEST FRANCOPHONE EDUCATION REGION NO. 1

Auditors' Notes to the Financial Statements
For the Year Ended August 31, 2002

3. BANK INDEBTEDNESS

The jurisdiction has an overdraft protection agreement in the amount of $140,000 that bears interest at the bank prime rate - 2.25%. This overdraft agreement is secured by funds held in savings account. There was no balance outstanding on the overdraft agreement at August 31, 2002.

4. CAPITAL ASSETS AND ACCUMULATED AMORTIZATION

	CAPITAL ASSETS			
	Cost	Current Year		Cost
	Sept. 1/01	Additions	Disposals	Aug. 31/02
	$	$	$	$
Land	75,576	--	576	75,000
Buildings	4,872,099	543,417	673,944	4,741,572
Equipment	94,933	7,051	--	101,984
Vehicles	384,430	--	--	384,430
	5,427,038	550,468	674,520	5,302,986

	ACCUMULATED AMORTIZATION			
	Balance	Current Year		Balance
	Sept. 1/01	Additions	Deductions	Aug. 31/02
	$	$	$	$
Buildings	939,761	160,831	398,311	702,281
Equipment	62,877	14,262	--	77,139
Vehicles	202,918	37,249	--	240,167
	1,205,556	212,342	398,311	1,019,587
Net book value	4,221,482			4,283,399

5. DISPOSITION OF SCHOOL BUILDING

On January 31, 2002, land and a school building located in Jean Cote, Alberta was transferred to a community non-profit organization for the nominal sum of $1. This disposition resulted in a loss on disposal of capital assets as follows:

Land	576 (unsupported)
Building	275,633 (100% supported)
	276,209

All remaining debentures, relating to this building were fully paid off by Alberta Finance on January 31, 2002. An early payment penalty (stop-loss settlement) of $30,990 was also paid by Alberta Finance to Alberta Financing Municipal Corporation.

6. LONG TERM DEBT

a) Debenture Debt - Supported

The debenture debt bears interest at rates varying between 10.625% and 11.25%. The debenture debt is fully supported by Alberta Treasury. The current portion of long-term debt consist entirely of amounts payable by Alberta Treasury on supported debt; therefore, the working capital (current assets minus current liabilities) is understated by this amount. In January 2002, the school building for which the debentures were originally taken, was donated to a community non-profit organization. Therefore, these debentures (all 100% supported) were fully paid.

	2002	2001
	$	$
Debentures		212,000
Deduct portion due within one year	--	(26,500)
Due beyond one year	--	185,500

7. INTERNALLY RESTRICTED NET ASSETS

Net assets may be restricted by authorization of the Board of Trustees for future capital expenditures and future operating expenditures. The amounts are established and expended in accordance with terms and conditions established by the board.

	Balance Sept. 1, 2001	Appropriated	Utilized	Balance Aug. 31, 2002
	$	$	$	$
Operating				
School - Instruction	352,668	--	33,774	318,894
School - operating and maintenance	--	--	--	--
System administration	11,999	--	11,999	--
Transportation	--	--	--	--
External services	18,811	--	--	18,811
	383,478	--	45,773	337,705
Capital				
Land		--	--	--
Buildings	--	158,952	--	158,952
Equipment	139,950	6,569	7,051	139,468
Vehicles	218,044	--	--	218,044
	357,994	165,521	7,051	516,464
	741,472	165,521	52,824	854,169

8. ONE TIME GRANT REVENUE

a) In 1999 Alberta Learning announced a One-Time Grant as a Major Investment in Education. The jurisdiction's share of this One Time funding was $ 71,070. Of this amount, $65,954 was spent in the previous 2 years. The remaining amount of $5,116 was spent on current year operations.

b) In the Spring of 2002, Alberta Learning announced and provided One Time funding equal to approximately 2% of an identified list of grants provided to the school jurisdiction in 2001-02 to support initiatives related to the 2002-03 school year. This One Time funding in the amount of $ 18,[illegible] has been deferred to the 2002-03 school year to match the year of expenditure.

9. CONTINGENCIES

The Regional Authority of the Northwest Francophone Education Region No. 1 is a member of a reciprocal insurance exchange called ALARIE. A portion of the premiums paid each year represents equity contributions to the insurance fund. These payments have been recorded as expenditures in the financial statements as the value of equity is subject to liability claims and is not an asset that the Regional Authority of the Northwest Francophone Education Region No. 1 can liquidate.

10. BUDGET AMOUNTS

The budget was prepared by the School jurisdiction management with Board of Trustees approval on May 28, 2001. It is presented for information purposes only and has not been audited.

11. COMMITMENTS

a) Building Project
The jurisdiction is committed to further capital expenditures for the addition and modernization at Ecole Heritage of approximately $ 888,000. It is anticipated that these costs will be funded by the capital allocations from Alberta Infrastructure, bloc SQRP, bloc modernization, and capital building reserves.

b) An operating lease agreement for a photocopier was signed in July 2001. The quarterly lease payments of $407.07 plus G.S.T. total $5,226.72 over a three year period (last payment due May 1, 2004).

c) An operating lease agreement for office space was signed in August 2002. The annual lease payments of $16,000 total $48,000 over a three year period (lease in effect to August 31, 2005).

12. COMPARATIVE FIGURES

The Budget 2002 and Actual 2001 comparative figures have been reclassified where necessary to conform to Actual 2002 presentation.

13. PRIOR PERIOD ADJUSTMENTS

The August 31, 2001 financial statements have been restated to adjust for underestimated receivables from Alberta Learning of $1,444 and prior year adjustments to instruction operating reserves.

	Per original Fin'l Stmt	As Restated	
	$	$	$
Accounts receivable Prov. of AB	43,060	44,504	+ 1,444
Unrestricted net assets	317,418	317,528	+ 110
Operating reserves	332,144	333,478	+ 1,334
			+ 1,444
Surplus of revenues over expenses	261,317	262,761	+ 1,444

SCHEDULE A to the AFS
ALLOCATION OF REVENUES AND EXPENSES TO PROGRAMS - 2001-200:

School Jurisdiction Code: 8050

REVENUES	TOTAL	Early Childhood Services	Total Instruction (Grades 1 to 12)	Operations and Maintenance of Schools & Maintenance Shops	Transportation	Board & System Adminstration			External Services
						Board Governance	System Admintration	Total Board & System Admin.	
Alberta Learning allocations									
(1) Instruction block	$1 690 968	$79 007	$1 611 961						
(2) Support block	$979 190			$181 245	$497 945			$300 000	
(3) Instruction & support block reallocations	$0	$0	$0	$0	$0			$0	$0
(4) Alberta Initiative for School Improvement (AISI)	$30 492	$30 492	$0						
(5) Student Health Initiative (SHI)	$0	$0	$0						$0
(6) Teacher Salary Enhancement (TSE)	$56 468	$4 368	$47 977					$4 123	$0
(7) Regional Assessment Services (4 boards only)	$0								$0
(8) Regional P.D. Consortium (6 boards only)	$0								$0
(9) Other Alberta Learning revenues	$175 151	$0	$168 966	$6 185	$0			$0	$0
(10) **Total Alberta Learning Revenue**	$2 932 269	$113 867	$1 828 904	$187 430	$497 945			$304 123	$0
Alberta Infrastructure									
(11) Expensed Block Mod. Block BQRP support	$0		$0	$0					
(12) Operations and Maintenance support	$138 130			$138 130					
(13) **Total Alberta Infrastructure Revenue**	$138 130		$0	$138 130					
(14) **Alberta Finance**	$40 120		$0	$40 120	$0			$0	
(15) **Other - Government of Alberta**	$0	$0	$0	$0	$0			$0	$0
(16) **Federal Government and/or First Nations**	$60 693	$0	$60 693	$0	$0			$0	$0
(17) **Other Alberta school authorities**	$0	$0	$0	$0	$0			$0	$0
(18) **Out of province local authorities**	$0	$0	$0	$0	$0			$0	$0
(19) **Alberta municipalities (excl. supplementary requisitions)**	$0	$0	$0	$0	$0			$0	$0
(20) **Instruction resource fees**	$11 540	$0	$11 540						
(21) **Transportation fees**	$0				$0				
(22) **Other sales and services**	$27 909	$0	$750	$11 072	$14 662			$1 425	$0
(23) **Investment income**	$42 490	$1 474	$23 979	$6 749	$6 461			$3 827	$0
(24) **Gifts and donations**	$4 000	$0	$4 000	$0	$0				$0
(25) **Rentals of facilities**	$80	$0	$80	$0	$0			$0	$0
(26) **Net school generated funds**	$6 920		$6 920					$0	
(27) **Gains on disposal of capital assets**	$0	$0	$0	$0	$0			$0	$0
(28) **Amortization of capital allocations**	$440 248		$0	$437 301	$2 947				
(29) **TOTAL REVENUES** $3 704 399	$3 704 399	$115 341	$1 936 866	$820 802	$522 015			$309 375	$0
EXPENSES									
(30) **Certificated salaries**	$1 416 425	$109 582	$1 203 450				$103 393	$103 393	$0
(31) **Certificated benefits**	$168 197	$15 561	$142 958				$9 678	$9 678	$0
(32) **Uncertificated salaries and wages**	$401 705	$32 150	$255 261	$1 677	$18 554	$11 673	$82 390	$94 063	$0
(33) **Uncertificated benefits**	$55 962	$2 719	$32 208	$560	$5 342	$1 597	$13 536	$15 133	$0
(34) **SUB - TOTAL**	$2 042 289	$160 012	$1 633 877	$2 237	$23 896	$13 270	$208 997	$222 267	$0
(35) **Services, contracts & supplies**	$1 093 770	$7 092	$324 697	$277 829	$388 950	$23 920	$71 282	$95 202	$0
(36) **Cost recoveries & transfers (must balance to zero)**	$0	$0	$0	$0	$0	$0	$0	$0	$0
(37) **Net school generated funds**	$6 920		$6 920						
Capital and debt services									
Amortization of capital assets									
(38) Supported	$198 917	$0	$0	$161 668	$37 249	$0	$0	$0	$0
(39) Unsupported	$13 426	$0	$6 569	$6 857	$0	$0	$0	$0	$0
(40) Total Amortization	$212 343	$0	$6 569	$168 525	$37 249	$0	$0	$0	$0
Interest on capital debt									
(41) Supported	$40 120	$0	$0	$40 120	$0	$0	$0	$0	$0
(42) Unsupported	$0	$0	$0	$0	$0	$0	$0	$0	$0
(43) Other interest charges	$709	$0	$0	$0	$0	$0	$709	$709	$0
(44) Losses on disposal of capital assets	$276 209	$0	$0	$276 209	$0	$0	$0	$0	$0
(45) **TOTAL EXPENSES** $3 672 360	$3 672 360	$167 104	$1 972 063	$764 920	$450 095	$37 190	$280 988	$318 178	$0
(46) Surplus(deficit) Before Funding Allocated for Capital Purposes	$32 038	($51 763)	($35 198)	$55 882	$71 920			($8 803)	$0
TOTAL applicable number of students/children	268	32	236	268	220			268	
AVERAGE PROGRAM COSTS per applicable student/child	$13 703	$5 222	$8 356	$2 854	$2 046			$1 187	

SCHEDULE B1 to the AFS
INSTRUCTION Grades 1 to 12 Program 2001-2002 Expenses

EXPENSES	INSTRUCTION (Grades 1 to 12)							
	All Student Instruction	School Admin. & Instruction Support	System Instruction Support	Mildly & Moderately Disabled and Gifted & Talented	Severely Disabled	Alberta Initiative for School Improvement	Student Health Initiative	Total Instruction (Grades 1 to 12)
Certificated salaries	$968,387	$154,474	$27,399	$41,447	$11,743	$0	$0	$1,203,450
Certificated benefits	$115,119	$15,873	$3,236	$7,343	$1,387	$0	$0	$142,958
Uncertificated salaries and wages	$67,839	$90,937	$6,101	$43,432	$46,952	$0	$0	$255,261
Uncertificated benefits	$5,363	$14,914	$629	$3,493	$7,809	$0	$0	$32,208
SUB - TOTAL REMUNERATION	$1,156,708	$276,198	$37,365	$95,715	$67,891	$0	$0	$1,633,877
Services, contracts & supplies	$217,384	$76,533	$13,946	$3,935	$12,899	$0	$0	$324,697
Cost recoveries & transfers	$0	$0	$0	$0	$0	$0	$0	$0
Net school generated funds	$6,920							$6,920
Amortization of capital assets								
Supported	$0	$0	$0	$0	$0	$0	$0	$0
Unsupported	$6,569	$0	$0	$0	$0	$0	$0	$6,569
Total Amortization	$6,569	$0	$0	$0	$0	$0	$0	$6,569
Interest on capital debt								
Supported	$0	$0	$0	$0	$0	$0	$0	$0
Unsupported	$0	$0	$0	$0	$0	$0	$0	$0
Other interest charges	$0	$0	$0	$0	$0	$0	$0	$0
Losses on disposal of capital assets	$0	$0	$0	$0	$0	$0	$0	$0
TOTAL EXPENSES	$1,387,581	$352,731	$51,311	$99,650	$80,790	$0	$0	$1,972,063
FTE Certificated				1	0			
FTE Uncertificated				2	1			

SCHEDULE B2 to the AFS
INSTRUCTION Grades 1 to 12 Program 2001-2002

	AB LEARNING INSTRUCTION BLOCK REVENUE	ALBERTA LEARNING OTHER REVENUE	NON-ALBERTA LEARNING REVENUE	INSTRUCTION BLOCK REALLOCATION	TOTAL REVENUE	TOTAL EXPENSES	NET
Basic Instruction	$1,021,731	$216,943	$96,422	$0	$1,335,096	$1,278,246	$56,850
School Admin & Instruction Support Expenses						$352,731	($352,731)
System Instruction Support Expenses						$51,311	($51,311)
Total Basic Instruction	$1,021,731	$216,943	$96,422	$0	$1,335,096	$1,682,288	($347,192)
Sub-Programs & Initiatives							
Severely Disabled	$72,722		$0		$72,722	$80,790	($8,068)
English as a Second Language	$46,930				$46,930	$47,747	($817)
Enhanced Opportunities	$0				$0	$0	$0
Native Education Project	$0		$0		$0	$0	$0
Institutional Programs	$0				$0	$0	$0
Sparsity & Distance	$398,574				$398,574		$398,574
Growth & Density	$12,614				$12,614		$12,614
Teacher Assistants Program	$5,748				$5,748	$13,198	($7,450)
Early Literacy Initiative (K-2)	$15,127				$15,127	$22,877	($7,750)
Learning Resources (LRC credit used)	$2,368		$11,540		$13,908	$43,825	($29,917)
Supernet	$0				$0	$0	$0
Technology Integration	$11,223		$0		$11,223	$55,133	($43,910)
French as a Second Language(all jurisdictions)	$21,660				$21,660	$24,161	($2,501)
Home Education	$3,264		$0		$3,264	$2,044	$1,220
Emergent	$0				$0	$0	$0
Total Sub-Programs & Initiatives	$590,230		$11,540		$601,770	$289,775	$311,995
INSTRUCTION, GRADES 1-12 (plus Early Lit. ECS)	$1,611,961	$216,943	$107,962	$0	$1,936,866	$1,972,063	($35,198)

School Jurisdiction Code: 8050

SCHEDULE C to the AFS
SUMMARY OF REVENUE TRANSFERS
BETWEEN ALBERTA LEARNING BLOCK ALLOCATIONS - 2001-2002

	Early Childhood Services	Instruction (Grades 1 to 12)	Operations and Maintenance	Transportation	Board and System Administration	External Services
Alberta Learning block allocations - Schedule A (Lines 1 & 2)	$79,007	$1,611,961	$181,245	$497,945	$300,000	
Reallocations permitted by the "Funding for School Authorities" manual						
From instruction block to:						
(1) External Services		$0				$0
From ECS component of instruction block:						
(1) Transportation (part of the 2% maximum) (Note)	$0			$0		
(2) Operations and maintenance of schools (part of the 2% maximum) (Note)	$0		$0			
From all or part of maximum 2% of instruction block to:						
(1) Operations and maintenance of schools		$0	$0			
(2) Transportation		$0		$0		
Calculation: 2% of ***$1,690,968*** = ***$33,819*** ***$0***						
From instruction block (Growth & Denisty component) to:						
(1) Operations and maintenance of schools		$0	$0			
(2) Transportation		$0		$0		
Reallocations directed by the board of trustees						
From operations and maintenance of schools block to:						
(1) Transportation			$0	$0		
(2) Instruction		$0	$0			
From transportation block to:						
(1) Operations and maintenance			$0	$0		
(2) Instruction		$0		$0		
From board and system administration block to:						
(1) Transportation				$0	$0	
(2) Operations and maintenance of schools			$0		$0	
(3) Instruction		$0			$0	
From within the instruction block and its components:						
(1) Instruction to: Early childhood services (ECS)	$0	$0				
(2) ECS to: Instruction	$0	$0				
AMOUNTS REFLECTED ON SCHEDULE A (Line 3)	$0	$0	$0	$0	$0	$0

Note: Incremental ECS costs for transportation or O & M funded out of the instruction block should normally be recorded as a cost recovery on Schedule B rather than as a revenue transfer on this schedule.

School Jurisdiction Code: 8050

SCHEDULE D to the AFS
CALCULATION OF MAXIMUM ELIGIBLE EXPENSE LIMITS FOR BOARD (GOVERNANCE) AND SYSTEM ADMINISTRATION 2001-2002

STEP 1

Determine the total eligible revenue which is used as the BASE TOTAL to calculate the maximum eligible expense limits for Board and System Administration

Total Revenues (Schedule A):		
Instruction Block	- Grades ECS -12 (excluding technology integration and emergent)	$1,679,745
Support Block	- Operations & Maintenance	$181,245
	- Transportation	$497,945
SUBTOTAL		$2,358,935
Other Revenues		
Alberta Infrastructure (Operations & Maintenance)		$138,130
Other Alberta Learning revenues (Excluding One-Time Grant)		$0
Other - Government of Alberta (Excluding Alberta Finance)		$0
Federal government/First Nations		$60,693
Other Alberta school authorities		$0
Out of province local authorities		$0
Alberta municipalities		$0
Other sales and services		$27,909
Interest on investments		$42,490
Rentals of facilities		$80
Gains on disposal of capital assets		$0
Amortization of capital allocations		$440,248
School generated funds (Schedule E)		$88,208
BASE TOTAL FOR CALCULATING MAXIMUM EXPENSE LIMITS		**$3,156,693**

STEP 2

Calculation of maximum expense limit PERCENTAGE for Board and System Administration expenses

If "Total Net Enrolled Students" are 6,000 and over	= 4%	**6.00%**
If "Total Net Enrolled Students" are 2,000 and less	= 6%	

The Maximum Expense Limit for Board and System Administration is based on an arithmetical proration for the TOTAL FTE count for grades 1 -12, net of Home Education AND Adult students, between 2,000 to 6,000 at .0005 per FTE.

EXAMPLE: 4,500 FTE count grades 1-12 = 6,000 - 4,500 = 1,500 X .0005 = .75% plus 4% = maximum expense limit of 4.75%.

Note: Calculation unnecessary if Total FTE is 6,000 or more, and 2,000 & less.

STEP 3

Calculate maximum expense limit AMOUNTS for Board and System Administration expenses

Maximum Expense Limit percentage (Step 2) x Base Total (Step 1)		$189,402
Considerations for Charter Schools and Francophone Boards:		
If Charter School, enter 50,000	0	$0
If Francophone Board, enter 300,000	300,000	$300,000
(If none of these considerations apply, leave the above cells blank)		
MAXIMUM EXPENSE LIMIT		**$300,000**

STEP 4

Compare maximum expense limit amounts calculated in Step 3 to actual expenses (from Schedule A)

Actual Board Governance & System Administration expenses	$318,178
PLUS: transfers to Restricted - Operating (Board/System Administration)	$0
LESS: transfers from Restricted - Operating (Board/System Administration)	-$11,989
TOTAL BOARD GOVERNANCE & SYSTEM ADMINISTRATION EXPENSES	$306,189
Maximum Expense Limit for Board & System Administration (Step 3)	$300,000
ACTUAL EXPENSES - OVER(UNDER) MAXIMUM EXPENSE LIMIT	$6,189

School Jurisdiction Code: 8050

SCHEDULE E to the AFS
SOURCE & APPLICATION OF SCHOOL GENERATED FUNDS (SGF) - 2001-2002

Unexpended SGF - Opening Balance August 31, 2001		$49,794
Source of School Generated Funds:		
Total School Generated Funds for the year (Note 1)	$88,208	
Less: SGF - related cost recoveries (Note 2)	$78,652	
- capitalized at the District level	$0	
Net Total	$9,556	
Plus: Donations Received (Note 3)	$150	
Equals: Net Additions to SGF		$9,706
Net SGF Available for discretionary spending		$59,500
Net SGF revenue and Net SGF expense - per schedule A, line 26 and line 37		
Net expended SGF for discretionary purposes (Note 4)		$6,920
Unexpended SGF - Closing Balance August 31, 2002		$52,580

Note 1 Excludes fees collected pursuant to Section 60(2)(j) of the School Act (e.g. instruction materials and technology fees determined by board policy or resolution). This is the amount used to calculate the administrative cap. See Schedule E.

Note 2 These are the expenses (a) incurred in generating SGF (e.g. fundraising expenses, printing of tickets, payment to DJ at school dance; cost of goods sold for school cafeteria/servery; staffing and supplies for a dinner; raffle prizes; supplies for a car wash; book fair purchases; meals for lunch program), or (b) collected and disbursed for the benefit of individual students (e.g. cost of field trips for student activities not leading to CEU's). Monies collected for CEU-related activities are not SGF. They are recorded as instruction fees.

Note 3 Donations are restricted to cash; gifts in kind are treated as board assets, not SGF. Amounts are net of related expenses.

Note 4 Only SGF expended for discretionary purposes are recorded as revenue and expense; unexpended funds are carried forward on the balance sheet to the succeeding year. Any capital items purchased with SGF should be treated as a SGF-related cost recovery.

School Jurisdiction Code: 8050

SCHEDULE F to the AFS
Operations and Maintenance Program 2001-2002 Expenses

EXPENSES	Operations and Maintenance								
	Maintenance Office & Shop Administration	Preventative Maintenance	Custodial	Fire/Security/ Safety Systems	Sites and Grounds Maintenance	Utilities and Communications	Expensed Block BQRP/Mod.	Capital & Debt Services and Transfers	Total Operations and Maintenance
Uncertificated salaries and wages	$1,677	$0	$0	$0	$0	$0	$0		$1,677
Uncertificated benefits	$560	$0	$0	$0	$0	$0	$0		$560
SUB - TOTAL REMUNERATION	$2,237	$0	$0	$0	$0	$0	$0		$2,237
Contracted Services	$0	$64,546	$115,206	$1,167	$11,451	$0	$0		$192,370
Supplies	$0	$9,084					$0		$9,084
Electricity						$55,028			$55,028
Natural Gas/Heating Fuel						$15,745			$15,745
Sewer and Water						$5,602			$5,602
Cost recoveries & transfers								$0	$0
Amortization of capital assets									
Supported								$161,668	$161,668
Unsupported	$0	$0	$0	$0	$1,145	$0	$0	$5,712	$6,857
Total Amortization	$0	$0	$0	$0	$1,145	$0	$0	$167,380	$168,525
Interest on capital debt									
Supported								$40,120	$40,120
Unsupported								$0	$0
Other interest charges								$0	$0
Losses on disposal of capital assets								$276,209	$276,209
TOTAL EXPENSES	$2,237	$73,630	$115,206	$1,167	$12,596	$76,375	$0	$483,709	$764,920
FTE Uncertificated (Board/Contract)	0.1	1.3	2.4	0.0	0.2	0.0	0.0	0.0	4.0

Notes:

Maintenance Office & Shop Administration:	Includes all maintenance office related remuneration, supplies, services and contracts.
Preventative Maintenance:	Includes all structural, architectural, mechanical and electrical maintenance items identified below. - activities required for operating and maintaining the structure, envelope, roof, parkade, ramps/fire escapes, fixed exterior walls, exterior finishes of the buildings and outside doors/other barriers - activities for purchase, installation, maintenance and repair of mechanical and electrical systems for the maintenance buildings and schools.
Custodial:	Includes all the activities required for ensuring the buildings are kept in a clean and tidy condition.
Fire/Security/Safety Systems:	Includes all activities required for fire prevention/alarms systems, security personnel and alarm systems, detection systems and related safety systems for the property.
Sites & Grounds Maintenance:	Sites & Grounds Maintenance: includes all activities required for maintenance and upkeep of exterior grounds, parking lots, athletic fields including snow removal and lawn care.
Utilities & Communications:	Includes all cost related to electricity(light & power), natural gas and other heating fuels, sewer & water and all forms of communications.
Expensed Block BQRP/Mod:	Includes all non-capital activities related to Block BQRP/Modernization expensed by the jurisdiction.
Capital & Debt Services:	Includes all activities related to supported school amortization and debt interest expense. All unsupported amortization is allocated to the appropriate sub-categories.

School Jurisdiction Code: 8050

SCHEDULE G to the AFS
DISCLOSURE OF SALARIES AND BENEFITS - 2001-2002
(SECTION 126.1 OF THE SCHOOL ACT)

	FTE's or Individuals	Remuneration	Benefits	Allowances	Performance Bonuses	ERIP's / Other	Total	Expenses
Board of Trustees:								
Chairman								
Name Chantal Monfette	1	$5,285	$0	$0	$0	$0	$5,285	$5,304
Board Members:								
Name Jocelyne Doucet	0.66	$1,310	$0	$0	$0	$0	$1,310	$1,222
Name Claire Anctil	0.34	$525	$1,597	$0	$0	$0	$2,122	$101
Name Marc Lavoie	0.66	$1,740	$0	$0	$0	$0	$1,740	$410
Name Guy Normandeau	0.34	$718	$0	$0	$0	$0	$718	$0
Name Christian Maisonneuve	0.66	$1,055	$0	$0	$0	$0	$1,055	$884
Name Wanda Laurin	0.34	$585	$0	$0	$0	$0	$585	$30
Name Mario Paradis	0.34	$455	$0	$0	$0	$0	$455	$339
Name	0	$0	$0	$0	$0	$0	$0	$0
Name	0	$0	$0	$0	$0	$0	$0	$0
Name	0	$0	$0	$0	$0	$0	$0	$0
Subtotal	**4.34**	**$11,673**	**$1,597**	**$0**	**$0**	**$0**	**$13,270**	**$8,290**
Superintendent Denise Bourassa (2)	1	$97,098	$8,975	$0	$0	$0	$106,073	$14,067
Secretary/TreasurerAnita Belzile (2)	0.8	$42,947	$7,653	$0	$0	$0	$50,600	$707
Secretary (2)	0	$0	$0	$0	$0	$0	$0	$0
Treasurer (2)	0	$0	$0	$0	$0	$0	$0	$0
Certificated Salaries (1)	23.97	$1,319,327	$159,222	$0	$0	$0	$1,478,549	$41,415
Uncertificated Salaries & Wages (1)	12.3	$347,086	$46,711	$0	$0	$0	$393,797	$4,117
TOTALS		**$1,818,131**	**$224,158**	**$0**	**$0**	**$0**	**$2,042,289**	**$68,596**
						Sub-Total of Salaries and Benefits from Schedule A:	$2,042,289	

Notes: Please refer to completion information on page 15.
(1) Full time equivalents (FTE's)
(2) Employed or contracted

School Jurisdiction Code: 8050

SCHEDULE G1 to the AFS

DISCLOSURE OF SALARIES AND BENEFITS *(SECTION 148.1 OF THE SCHOOL ACT)*

COMPLETION INFORMATION

(1) Salary and benefits consist of and agree with the amounts properly recorded in the school jurisdiction's payroll records and related object codes for salaries, wages and benefits.

(2) **Remuneration** includes regular base salaries, administrative allowances, overtime, lump sum payments EXCEPTING TERMINATION BENEFITS (See #10A below), honoraria, deferred salary leave accruals and any other direct cash remuneration EXCEPTING PERFORMANCE PAY (See #10 below).

(3) Certificated salaries include the aggregate of all payments for certificated staff regardless of the length, nature or definition of the employment agreement. The number of full time equivalent staff should be measured as at September 30.

(4) Uncertificated salaries and wages should be measured in terms of the number of individuals employed as at September 30.

(5) Salary and benefits information should be the aggregate amount covering the same fiscal period as the audited financial statements.

(6) Salary must include deferred salary accruals.

(7) Salary includes only payments for services subject to an employer-employee relationship.

(8) **Benefits** include the employer's share of all employee benefits and contributions or payments made on behalf of employees including retirement pensions, Canada pension plan (CPP), employment insurance (EI), health care, dental coverage, vision coverage, out of country medical benefits, group life insurance, accidental disability and dismemberment insurance, long and short term disability plans.

(9) **Allowances** include all monies paid to an employee as miscellaneous **negotiated** allowances. This category will include car or travel allowances, isolation allowances, relocation expenses, sabbaticals, special leave with pay, financial and retirement planning services, and club memberships. ADMINISTRATIVE ALLOWANCES are included in **Remuneration**.

(10) **Performance Bonuses** include those monies paid to employees of the school authority that are tied to the achievement of some specifed goal or objective.

(10A) **Other** includes termination benefits ((severance pay, retiring allowances (ERIP's), sick leave and other settlement costs due to loss of employment).

(11) **Expenses** will include the reimbursements of travel, subsistence, moving costs, conference fees, etc., paid by the employee **or on his/her behalf** in performing the responsibilities of employment.

(12) The superintendent's remuneration is in terms of one individual who is the Chief Executive Officer. Benefits for the superintendent do not include Alberta Learning contributions to the Teachers Retirement Fund pension plan.

(13) A position should include salary, benefits and allowances earned by an individual who officially acted in a position while it was vacant. If a position was vacant and no one acted in the position, the position should not be disclosed.

(14) Benefits and allowances need not include an amount for automobile, housing or other benefits for which a value cannot be reasonably estimated.

(15) If a position is occupied by more than one individual during a year, the aggregate salary, benefits and allowances earned by the individuals in the position should be disclosed. An explanatory note should indicate the number of individuals.

School Jurisdiction Code: 2245

AUDITED
FINANCIAL STATEMENTS
and Supporting Schedules
FOR THE YEAR ENDED AUGUST 31, 2002
[School Act, Sections 147(2)(a), 151(1) and 276]

Palliser Regional Division No. 26
Name of School Jurisdiction

#101, 3305 18th Avenue North, Lethbridge, Alberta T1H 5S1
Mailing Address

403-328-4111 (Voice) 403-380-6890 (Fax)
Telephone and Fax Numbers

SCHOOL JURISDICTION MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The financial statements and supporting schedules of Palliser Regional Division No. 26 (Name of school jurisdiction) presented to Alberta Learning have been prepared by school jurisdiction management which has responsibility for their preparation, integrity and objectivity. The financial statements and schedules, including notes, have been prepared in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

In fulfilling its reporting responsibilities, management has maintained internal control systems and procedures designed to provide reasonable assurance that the school jurisdiction's assets are safeguarded, that transactions are executed in accordance with appropriate authorization and that accounting records may be relied upon to properly reflect the school jurisdiction's transactions. The effectiveness of the control systems is supported by the selection and training of qualified personnel, an organizational structure that provides an appropriate division of responsibility and a strong budgetary system of control.

Board of Trustees Responsibility
The ultimate responsibility for the financial statements lies with the Board of Trustees. The Board reviewed the financial statements with management in detail and the Board approved the financial statements for release.

External Auditors
The Board appoints external auditors to audit the financial statements and meets with the auditors to review their findings. The external auditors have full and free access to school jurisdiction records.

Declaration of Management and Board Chairman
To the best of our knowledge and belief, these financial statements and supporting schedules reflect, in all material respects, the financial position and results of operations and cash flows for the year in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

BOARD CHAIRMAN

Mrs. Marlene McCann
Name
Signature

SUPERINTENDENT

Mr. John L. Bolton
Name
John L Bolton
Signature

SECRETARY TREASURER OR TREASURER

Mr. Laurie Marston
Name
Signature

27-Nov-02
Dated:

c.c. ALBERTA LEARNING, School Reporting Branch
9th Floor Commerce Place, 10155-102 Street, Edmonton AB T5J 4L5
EMAIL: [illegible]@gov.ab.ca
PHONE: (780) 427-[illegible] FAX: (780) 422-6996

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Young Parkyn McNab LLP
CHARTERED ACCOUNTANTS

AUDITORS' REPORT

To the Board of Trustees of the
Palliser Regional Division No. 26

We have audited the statement of financial position of the Palliser Regional Division No. 26 as at August 31, 2002 and the statements of revenues and expenses, cash flows, changes in net assets and capital allocations for the year then ended. These financial statements are the responsibility of the school jurisdiction's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform the audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the financial position of the school jurisdiction as at August 31, 2002 and the results of its operations, changes in cash flows, net assets and capital allocations for the year then ended in accordance with Canadian generally accepted accounting principles.

Our audit was conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The supplementary information included in Schedules A through G is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such supplementary information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

Young Parkyn McNab LLP

Lethbridge, Alberta

November 5, 2002

Chartered Accountants

School Jurisdiction Code: 2255

STATEMENT OF FINANCIAL POSITION

as at August 31

(in dollars)

		2002	2001
ASSETS			
Current assets			
Cash and temporary investments		$3,298,923	$10,330,921
Accounts receivable (net after allowances)			
Province of Alberta		$1,474,753	$587,055
Federal Government and/or First Nations		$212,302	$111,233
Alberta municipalities		$0	$0
Other Alberta school jurisdictions		$0	$0
Other		$407,321	$227,335
Prepaid expenses		$515,229	$87,459
Other current assets		$22,680	$19,132
Total current assets		$5,931,208	$11,363,135
School generated assets		$388,480	$358,176
Trust assets		$171,752	$174,086
Capital assets			
Land		$340,000	$340,000
Buildings	$36,368,875		
Less: accumulated amortization	($16,461,790)	$19,907,085	$13,152,086
Equipment	$2,422,739		
Less: accumulated amortization	($297,518)	$2,125,221	$1,871,587
Vehicles	$5,839,003		
Less: accumulated amortization	($2,978,035)	$2,860,968	$2,880,027
Total capital assets		$25,233,274	$18,243,700
TOTAL ASSETS		$31,724,714	$30,139,097
LIABILITIES			
Current liabilities			
Bank indebtedness		$0	$0
Accounts payable and accrued liabilities			
Province of Alberta		$281,083	$306,035
Federal Government and/or First Nations		$2,443	$0
Alberta municipalities		$0	$0
Other Alberta school jurisdictions		$0	$0
Other		$1,419,448	$1,057,666
Deferred revenue		$1,215,881	$1,346,333
Deferred capital allocations		$495,194	$4,911,463
Current portion of all long term debt		$581,980	$665,314
Total current liabilities		$3,996,029	$8,286,811
School generated liabilities		$388,480	$358,176
Trust liabilities		$171,752	$174,086
Unfunded employee future benefit liability		$0	$0
Long term debt			
Supported: Debentures and other supported debt		$5,640,754	$6,126,051
Less: Current portion of supported debt		($454,912)	($485,296)
Unsupported: Debentures and Capital Loans		$581,248	$1,041,022
Capital Leases		$0	$0
Mortgages		$0	$0
Less: Current portion of unsupported debt		($127,068)	($180,018)
Unamortized capital allocations		$13,325,250	$5,645,002
Total long term liabilities		$19,525,504	$12,679,023
TOTAL LIABILITIES		$23,521,533	$20,965,834
NET ASSETS			
Unrestricted net assets		$0	($183,198)
Operating Reserves		$2,194,231	$1,804,587
Accumulated Operating Surplus (Deficit)		$2,194,231	$1,621,389
Investment in capital assets		$5,686,022	$5,431,625
Capital Reserves		$322,928	$2,120,249
Total Capital Funds		$6,008,950	$7,551,874
Total net assets		$8,203,181	$9,173,263
TOTAL LIABILITIES AND NET ASSETS		$31,724,714	$30,139,097

School Jurisdiction Code: 2255

STATEMENT OF REVENUES AND EXPENSES

for the Year Ended August 31

(in dollars)

	Actual 2002	Budget 2002 (1)	Actual 2001 (2)
REVENUES			
Alberta Learning	$25,322,471	$25,909,582	$25,925,878
Alberta Infrastructure	$1,601,827	$322,400	$507,537
Alberta Finance	$600,127	$600,126	$993,367
Other Government of Alberta	$85,271	$117,652	$120,467
Federal Government and/or First Nations	$514,356	$364,905	$475,095
Other Alberta school authorities	$7,566	$6,500	$6,788
Out of province local authorities	$0	$0	$0
Alberta Municipalities (excluding supplementary requisitions)	$18,000	$9,000	$0
Instruction resource fees	$213,649	$379,255	$287,979
Transportation fees	$16,450	$38,000	$59,678
Other sales and services	$410,106	$18,500	$137,537
Investment income	$209,913	$305,000	$324,751
Gifts and donations	$17,322	$0	$91,592
Rentals of facilities	$352,732	$341,276	$344,513
Net school generated funds	$186,080	$65,000	$139,272
Gains on disposal of capital assets	$29,800	$18,000	$32,100
Amortization of capital allocations	$598,327	$485,296	$621,994
Total Revenues	$30,183,997	$28,980,492	$30,068,548
EXPENSES			
Certificated salaries	$14,380,548	$14,749,027	$13,944,684
Certificated benefits	$1,712,083	$1,553,477	$1,304,271
Uncertificated salaries and wages	$6,656,399	$6,260,628	$6,438,117
Uncertificated benefits	$944,218	$765,145	$1,137,135
Services, contracts and supplies	$5,344,023	$4,763,909	$5,874,279
Net school generated funds	$186,080	$65,000	$139,272
Capital and debt services			
Amortization of capital assets			
Supported	$598,327	$485,296	$621,994
Unsupported	$686,450	$530,176	$541,399
Total Amortization of capital assets	$1,284,777	$1,015,472	$1,163,393
Interest on capital debt			
Supported	$600,127	$600,126	$651,693
Unsupported	$53,641	$87,275	$78,340
Total Interest on capital debt	$653,768	$687,401	$730,033
Other interest charges	$0	$0	$0
Losses on disposal of capital assets	$0	$0	$0
Total Expenses	$31,161,896	$29,860,059	$30,731,184
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES BEFORE FUNDING ALLOCATED FOR CAPITAL PURPOSES	($977,899)	($879,567)	($662,636)
Block BQRP revenue used for capital purposes	$0	$0	$0
Block MOD revenue used for capital purposes	$7,817	$0	$0
1999 One-time grant revenue used for capital purposes	$0	$0	$0
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES	($970,082)	($879,567)	($662,636)

Note (1) 2001-2002 budget numbers as restated or taken from the finalized Budget Report pursuant to section 147(2)(b) of the School Act.

Note (2) 2000-2001 actuals as restated or taken from the finalized audited financial statements pursuant to Section 147(2)(a) of the School Act.

School Jurisdiction Code: 2255

STATEMENT OF CASH FLOWS

for the Year Ended August 31

(in dollars)

		2002	2001
CASH FLOWS FROM:			
A. OPERATIONS			
Surplus (deficit) of revenues over expenses for the year		($970,082)	($629,460)
Add (Deduct) items not requiring cash:			
Amortization of capital allocations revenue		($598,327)	($655,170)
Total amortization expense		$1,284,777	$1,163,394
Gains on disposal of capital assets		($29,800)	($32,100)
Losses on sale of capital assets		$0	$0
Changes in accrued accounts:			
Accounts receivable		($1,168,753)	$173,865
Prepaids and other current assets		($431,318)	$27,445
Payables and accrued liabilities		$339,273	$241,606
Deferred revenue		($130,452)	$334,750
Unfunded employee future benefit expense (recovery)		$0	$0
Other (e.g. change in net trust liabilities)			$0
Total sources (uses) of cash from Operations		($1,704,682)	$624,330
B. INVESTING ACTIVITIES			
Purchases of capital assets			
Land		$0	$0
Buildings		($7,389,537)	($1,274,849)
Equipment		($427,635)	($1,832,373)
Vehicles		($457,179)	($650,751)
Proceeds from disposal of capital assets		$29,800	$32,100
Other (describe)		$0	$0
Total sources (uses) of cash from Investing activities		($8,244,551)	($3,725,873)
C. FINANCING ACTIVITIES			
Capital allocations received		$3,377,010	$1,722,872
Issue of long term debt		$0	$0
Repayment of long term debt		($945,071)	($692,777)
Add back: supported portion		$485,296	$523,096
Total sources (uses) from Financing activities		$2,917,235	$1,553,191
Net sources (uses) of cash equivalents* during year		($7,031,998)	($1,548,352)
Cash Equivalents at the beginning of the year		$10,330,921	$11,879,273
Cash Equivalents at the end of the year	$3,298,923	$3,298,923	$10,330,921

Note: Cash equivalents consist of:
- cash and temporary investments
- bank indebtedness

School Jurisdiction Code: 0

STATEMENT OF CHANGES IN NET ASSETS
for the Year Ended August 31, 2002
(in dollars)

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)	(14)	(15)
	TOTAL	INVESTMENT	UNRESTRICTED	TOTAL RESTRICTED	RESTRICTED NET ASSETS										
					School Based		Alberta Infrastructure			Board & System Admin.		Transportation		External Services	
	NET ASSETS (Columns 2+3+4	IN CAPITAL ASSETS	NET ASSETS	NET ASSETS Columns 5 to 15	Unsupported Operating Reserves	Unsupported Capital (Vehicle, Equip) Reserves	Unsupported O& M Operating Reserves	Supported School (Bldg/Land) Capital Reserves	Unsupported Capital (Bldg, Vehicle,Equip) Reserves	Unsupported Operating Reserves	Unsupported Capital (Bldg, Vehicle,Equip) Reserves	Unsupported Operating Reserves	Unsupported Capital (Bldg, Vehicle,Equip) Reserves	Unsupported Operating Reserves	Unsupported Capital (Bldg, Vehicle,Equip) Reserves
Balance at August 31, 2001	$9,272,793	$5,256,778	$91,179	$3,924,836	$1,509,531	$1,870,000	$116,339	$451	$77,412	$22,034	$118,801	$156,683	$53,585	$0	$0
Prior period adjustments (describe)															
Write off receivable set up 98-99 re	$0	$274,377	($274,377)	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
Palliser Centre Adjustment	($99,530)	($99,530)	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
Adjusted Balance, Aug. 31, 2001	$9,173,263	$5,431,625	($183,198)	$3,924,836	$1,509,531	$1,870,000	$116,339	$451	$77,412	$22,034	$118,801	$156,683	$53,585	$0	$0
Surplus(def) of revenue over expenses	($970,082)		($970,082)												
Block BQRP funded capital transactions		$0	$0												
Block MOD funded capital transactions		$7,817	($7,817)												
Board funded capital transactions		$473,256	$0	($473,256)	$0	$0	$0		($21,669)	$0	($16,076)	$0	($435,511)	$0	$0
Donations of non-amortizable assets	$0	$0													
Amortization of capital assets		($1,284,777)	$1,284,777												
Amortization of capital allocations		$598,327	($598,327)												
Disposal of unsupported capital assets		$0	$0	$0		$0			$0		$0		$0		$0
Disposal of supported capital assets	$0	$0	$0	$0				$0							
Debt principal payments (unsupported)		$459,774	($459,774)	$0	$0	$0	$0	$0	$0	$0	$0				
Net transfers to operating reserves			($1,806,284)	$1,806,284	$1,806,284	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
Net transfers from operating reserves			$1,427,430	($1,427,430)	($960,527)	$0	($352,112)	$0	$0	$0	$0	($114,791)	$0	$0	$0
Net transfers to capital reserves			($486,725)	$486,725	$10,790	$0	$0	$0	$32,623	$0	$10,489	$0	$432,823	$0	$0
Net transfers from capital reserves	$0		$1,800,000	($1,800,000)	$0	($1,800,000)	$0	$0	$0	$0	$0	$0	$0	$0	$0
Balance at August 31, 2002	$8,203,181	$5,686,022	$0	$2,517,159	$2,366,078	$70,000	($235,773)	$451	$88,366	$22,034	$113,214	$41,892	$50,897	$0	$0

School Jurisdiction Code: 2255

STATEMENT OF CAPITAL ALLOCATIONS
(SUPPORTED CAPITAL FINANCING ONLY)
for the Year Ended August 31, 2002

(in dollars)

		Deferred Capital Allocations	Unamortized Capital Allocations
Balance at August 31, 2001		$4,911,463	$5,645,002
Add:			
Capital allocations from:	AB Infrastructure - New/Modernization Projects	$3,247,704	
	Other Government of Alberta	$0	
	Federal Government and/or First Nations	$0	
	Alberta Municipalities	$0	
	Other Alberta school jurisdictions	$0	
	Other	$0	
Interest earned on provincial government capital allocations		$129,306	
Other capital grants and donations		$0	
Insurance proceeds		$0	
Donated capital assets (depreciable, at Fair Market Value)			$0
Transferred in capital assets (depreciable, at Net Book Value)			$0
Current Year Debenture Principal Repayment			$485,296
Expended capital allocations - current year		($7,793,279)	$7,793,279
Less:			
Unamortized Capital Allocation affected by a disposal through transfer out			
Capital allocations amortized to revenue			$598,327
Balance at August 31, 2002		$495,194	$13,325,250

PALLISER REGIONAL DIVISION NO. 26
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED
AUGUST 31, 2002

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1. AUTHORITY AND PURPOSE

The school jurisdiction delivers education programs under the authority of the *School Act*, Chapter S-3, Statutes of Alberta, January 1, 2002.

The jurisdiction receives block allocations for instruction and support under Regulation 72/95. The regulation limits funding and expenses for administration. It permits the jurisdiction, within specified limits, to reallocate funding between the instruction and support blocks.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

These financial statements have been prepared in accordance with generally accepted accounting principles (GAAP) and accounting policies consistent with those prescribed by Alberta Learning for Alberta school jurisdictions. The precise determination of many assets and liabilities is dependent on future events. As a result, the preparation of financial statements for a period involves the use of estimates and approximations, which have been made using careful judgment. Actual results could differ from those estimates and approximations. The financial statements have, in management's opinion, been properly prepared within reasonable limits of materiality and within the framework of the accounting policies summarized below.

a) **Revenue Recognition** – Revenue is recognized as follows:

- Instruction and support allocations are recognized in the year in which they relate.
- Fees for services related to courses and programs are recognized as revenue when such courses and programs are delivered.
- Unrestricted contributions are recognized as revenue when received or receivable. Contributions in kind are recorded at fair market value when reasonably determinable.
- Externally restricted contributions are deferred and recognized as revenue in the period in which the restriction is complied with. Endowment funds, which are to be retained as net assets, are recorded as direct increases in trust assets and liabilities.

b) **Capital Assets** – Capital assets are reflected in the accounts at cost, and are amortized over their estimated useful lives on a straight-line basis, at the following rates:

▪ Buildings	2.5 – 4%
▪ Vehicles & Buses	10-20%
▪ Equipment & Furnishings	10-20%

Only capital assets with costs in excess of $5,000 are capitalized. Any capital allocations received for asset additions are amortized over the same period as the related asset.

c) **School-Generated Funds** – These are funds in the community, which come under the control and responsibility of the school principal and are for school activities. These funds are usually collected and retained at the school for expenditures paid at the school level, e.g., yearbook sales, graduation fees, field trip fees, etc.

d) **Vacation Pay** – Vacation pay is accrued in the period in which the employee earns the benefit.

e) **Pensions** – Pension costs included in these statements comprise the cost of employer contributions for current service of employees during the year.

The current service and past service costs of the Alberta Teacher Retirement Fund are met by contributions by active members and the Government of Alberta. Under the terms of the Teachers Pension Plan Act, the Palliser School Division does not make pension contributions for certificated staff.

The school board participates in the multi-employer pension plan – the Local Authorities Pension Plan. The expense for this pension plan is equivalent to the annual contributions of $142,047 for the year ended August 31, 2002.

f) **Inventories** – Inventories are recorded at the lesser of cost or net realizable value. Cost is determined on the first in, first out basis.

g) **Prepaid Expenses** – Certain expenditures incurred and paid before the close of the school year are for specific school supplies, which will be consumed subsequent to the year-end, and are accordingly recorded as prepaid expenses.

h) **Contributed Services** – Volunteers contribute a considerable number of hours per year to various schools, which are within the school board to ensure that certain programs are delivered such as kindergarten, lunch services and the raising of school-generated funds. Because of the difficulty of compiling these hours, and the fact that these services are not otherwise purchased contributed services are not recognized in the financial statements.

i) **Financial Instruments** – The jurisdiction's financial instruments consist of cash, accounts receivable, accounts payable, accrued liabilities and long-term debt. It is management's opinion that the jurisdiction is not exposed to significant interest, currency or credit risks arising from these financial instruments. Unless otherwise noted, the fair values of these financial instruments approximate their carrying values. The jurisdiction has invested surplus funds in accordance with Section 44 of the *School Act* and Section 6 of the *Trustees Act*.

j) **Operating and Capital Reserves** – Reserves are established at the discretion of the Board of Trustees of the jurisdiction or externally to set aside funds for operating and for future capital expenditures. Such reserves are appropriations of accumulated surplus.

k) **Employee Future Benefits** – The jurisdiction accounted for the future cost of employee benefits commencing in the 2000-01 school year using the retroactive approach. There is no financial impact on the jurisdiction at this time.

3 CASH AND TEMPORARY INVESTMENTS

The Board of Trustees directed that a long-term investment account be created to represent the majority of funds in the technology reserve fund. The original investment in the account was $1.5 million.

When the jurisdiction purchased Palliser Centre to house their administration, transportation and maintenance services, the Board of Trustees secured loans by restricting funds in a bank account that would equal the outstanding principal of the bank loans.

The value of the cash and temporary investment accounts is:

Long-term investments	
- Fixed Income Securities (market value $226,110)	$ 244,256
- Common Stocks (market value $1,536,601)	1,476,749
- Cash and Equivalents	158,609
Collateral Bank Account (restricted funds)	688,148
Cash and Equivalents (unrestricted funds)	731,161
Total	**$3,298,923**

4 ACCOUNTS RECEIVABLES

	2002	2001
Province of Alberta	$ 1,474,753	$587,055
Federal Government	212,300	111,233
Other	407,321	227,335
Total	**$2,094,374**	**$925,623**

5. SCHOOL-GENERATED FUNDS

	2002	2001
Balance, Beginning of Year	$ 358,176	$ 355,826
Source of School-Generated Funds (SGF)		
SGF for the Year	962,726	1,349,628
Less: Costs of Generating SGF	(746,342)	(1,226,124)
Donations Received	0	18,117
Net SGF Available for the Year	$ 574,560	$ 497,447
Application of net SGF	(186,080)	(139,271)
Balance, End of Year	**$ 388,480**	**$ 358,176**

6. TRUST ASSETS AND LIABILITIES

	2002	2001
Scholarship Trusts	$171,752	$174,086

7 CAPITAL ASSETS

Asset	Cost	Accumulated Amortization	Net Book Value 2002	Net Book Value 2001
Land	$ 340,000	$ -	$ 340,000	$ 340,000
Buildings	36,368,875	16,461,790	19,907,085	13,152,086
Vehicles	5,839,003	2,978,035	2,860,968	2,880,027
Equipment	2,422,740	297,518	2,125,222	1,871,587
Total	**$44,607,890**	**$19,628,250**	**$25,233,275**	**$18,243,701**

8. ACCOUNTS PAYABLE AND LIABILITIES

	2002	2001
Province of Alberta	$ 281,083	$ 306,035
Federal Government	2,443	0
Other Trade Payables & Accrued Liabilities	1,419,448	1,057,666
Total	**$1,702,974**	**$1,363,701**

9. DEFERRED REVENUE

	2002	2001
One-time Grant Funding	$ 101,660	$ 223,972
BQRP and Modification Funding	1,103,038	1,095,030
Other	11,183	27,331
Total	**$1,215,881**	**$1,346,333**

10. DEFERRED CAPITAL ALLOCATIONS

Capital allocations received for qualifying capital projects initiated by the jurisdiction have been capitalized. These allocations are amortized on a basis consistent with the capital asset that the allocation funded. Details of the changes in the deferred capital allocations account are as follows:

	2002	2001
Balance, Beginning of Year	$4,911,463	$6,515,780
Allocations Received & Receivable During the Year	3,377,009	(2,327,189)
Transfers to Unamortized Capital Allocations	(7,793,278)	(2,327,189)
Balance, End of Year	**$495,194**	**$4,911,463**

11 LONG-TERM DEBT

a) **Debenture Debt – Supported** – The debenture debt bears interest at rates varying between 7.25% and 11.63%. The debenture debt is fully supported by Alberta Treasury. The current potion of long-term debt consists entirely of amounts payable by Alberta Treasury on supported debt; therefore, the working capital (current assets minus current liabilities) is understated by this amount. Debenture payments due over the next five years and beyond are as follows:

	Principal	Interest	Total
2002-03	$ 454,912	$ 552,341	$ 1,007,253
2003-04	454,912	507,527	962,439
2004-05	429,012	462,715	891,727
2005-06	417,989	419,861	837,850
2006-07	402,796	378,194	780,990
2007 to maturity	3,481,133	1,785,834	5,266,967
Total	**$5,640,754**	**$4,106,472**	**$9,747,226**

b) **Capital Leases – Unsupported** – There are currently no capital leases held by the jurisdiction.

12 UNAMORTIZED CAPITAL ALLOCATIONS

Unamortized capital allocations (UCA) represents the jurisdiction's net investment in capital assets (other than land and equipment) purchased prior to September 1, 1995. The total debenture payments increase the balance in the UCA account, with the amortization expense on related assets acting as a deduction to the account. Transfers from the deferred capital allocation account also increase the balance in the UCA account. Details of the changes to the account are as follows:

	2002	2001
Balance, Beginning of Year	$5,645,002	$3,416,711
Donated Capital Items	0	0
Additions: Supported Debenture Principal Repayments	485,296	523,096
Transfer from Deferred Capital Allocations (note 10)	7,793,278	2,327,189
Deductions: Capital Allocation Revenue	(598,327)	(621,994)
Balance, End of Year	**$13,325,249**	**$5,645,002**

13 INTERNALLY RESTRICTED NET ASSETS

Net assets may be restricted by authorization of the Board of Trustees for future capital expenditures and future operating expenditures. The amounts are established and expended in accordance with terms and conditions established by the Board.

Operating Reserves	**2001**	**Appropriated**	**Used**	**2002**
School	$1,509,531	$ 1,817,074	$960,527	$2,366,078
Operations & Maintenance	116,339	0	352,112	(235,773)
Board & System Admin	22,034	-	-	22,034
Transportation	156,683	-	114,791	41,892
Total	**$1,804,587**	**$1,817,074**	**$1,427,430**	**$2,194,231**

Capital Reserves	**2001**	**Appropriated**	**Used**	**2002**
Land – Supported	$ 451	-	$ -	$ 451
Land – Unsupported	-	-	-	-
Building – Supported	-	-	-	-
Building – Unsupported	24,421	-	-	24,421
Equipment	1,964,380	10,489	1,816,076	158,793
Vehicles	130,997	465,445	457,179	139,263
Total	**$2,120,249**	**$486,724**	**$2,273,255**	**$322,928**

14 CONTINGENCIES

a) **Contingent Asset** – The jurisdiction is a member of a reciprocal insurance exchange called ALARIE. A portion of the premiums paid each year represents equity contributions to the insurance fund. These payments have been recorded as expenditures in the financial statements, as the value of equity is subject to liability claims and is not an asset that the jurisdiction can liquidate.

15 ALLOCATIONS FROM PROVINCE OF ALBERTA

	2002 Actual	2002 Budget	2001 Actual
Alberta Learning	$25,322,471	$25,909,582	$25,925,878
Alberta Infrastructure	1,601,827	322,400	507,537
Alberta Finance	600,127	600,126	993,367
Other Government of Alberta	85,271	117,652	120,467
Total	**$27,609,696**	**$26,949,760**	**$27,347,249**

16. ONE-TIME GRANT REVENUE

In 1999, Alberta Learning announced a one-time grant as a major investment in education. The jurisdiction's share of this one-time funding was $1,129,416. Of this amount, the Board designated $379,105 for capital additions. There is $0 in funds remaining at year-end.

17 OTHER INCOME

	2002 Actual	2002 Budget	2001 Actual
Rental of Facilities	$352,732	$341,276	$344,513
Gains on Disposal of Capital Assets	29,800	16,000	32,100
Gifts and Donations	17,322	-	91,592
Total	$399,854	$362,160	**$468,205**

18. COMMITMENTS

Building Projects – The jurisdiction is committed to further capital expenditures for the building of R.I. Baker Middle School of approximately $180,768. An additional $346,074 is committed for furniture purchases for this facility. These costs are fully funded by the capital allocations from Alberta Infrastructure.

19. BUDGET AMOUNTS

The budget was prepared by the school jurisdiction and approved by the Board of Trustees. It is presented for information purposes only and has not been audited.

20. COMPARATIVE FIGURES

The Actual 2001 comparative figures have been reclassified where necessary to confirm to Actual 2002 presentation.

The 2001 comparative figures for Investment in Capital Assets and Unrestricted Net Assets have been restated from those presented in the Audited Financial Statements for the Year Ended August 31, 2001 submission to Alberta Learning.

21. PRIOR PERIOD ADJUSTMENTS

A receivable in the amount of $274,377 that was set up in 1998 was written off to surplus as the receivable was set up in error. An adjustment of $99,530 was required to adjust depreciation expense on the Palliser Centre from Unamortized Capital Allocations to Equity in Fixed Assets.

22. OTHER ALBERTA LEARNING REVENUES

Other Alberta Learning Revenues (-$544,244) is comprised of the following: Remainder of One Time Grant of $223,972 brought into current revenue less net strike claw back of <$768,216>.

School Jurisdiction Code: 2255

SCHEDULE A to the AFS
ALLOCATION OF REVENUES AND EXPENSES TO PROGRAMS - 2001-200:

REVENUES	TOTAL	Early Childhood Services	Total Instruction (Grades 1 to 12)	Operations and Maintenance of Schools & Maintenance Shops	Transportation	Board & System Adminstration			External Services
						Board Governance	System Admintration	Total Board & System Admin.	
Alberta Learning allocations									
(1) Instruction block	$19 914 943	$1 325 114	$18 589 829						
(2) Support block	$4 660 680			$1 265 359	$2 130 735			$1 264 586	
(3) Instruction & support block reallocations	$0	($114 454)	$379 525	$12 190	($150 000)			($127 261)	$0
(4) Alberta Initiative for School Improvement (AISI)	$476 740	$16 784	$459 956						
(5) Student Health Initiative (SHI)	$204 394	$0	$204 394						$0
(6) Teacher Salary Enhancement (TSE)	$609 958	$23 379	$586 579					$0	$0
(7) Regional Assessment Services (4 boards only)	$0								$0
(8) Regional P.D. Consortium (6 boards only)	$0								$0
(9) Other Alberta Learning revenues	($544 244)	$0	($544 244)	$0	$0			$0	$0
(10) **Total Alberta Learning Revenue**	$25 322 471	$1 250 823	$19 676 039	$1 277 549	$1 980 735			$1 137 325	$0
Alberta Infrastructure									
(11) Expensed Block Mod. Block BQRP support	$609 122		$0	$609 122					
(12) Operations and Maintenance support	$992 705			$992 705					
(13) **Total Alberta Infrastructure Revenue**	$1 601 827		$0	$1 601 827					
(14) **Alberta Finance**	$600 127		$0	$600 127	$0			$0	
(15) **Other - Government of Alberta**	$85 271	$0	$84 342	$929	$0			$0	$0
(16) **Federal Government and/or First Nations**	$514 356	$0	$437 202	$51 436	$0			$25 718	$0
(17) **Other Alberta school authorities**	$7 566	$0	$3 943	$0	$3 623			$0	$0
(18) **Out of province local authorities**	$0	$0	$0	$0	$0			$0	$0
(19) **Alberta municipalities (excl. supplementary requisitions)**	$18 000	$0	$0	$0	$18 000			$0	$0
(20) **Instruction resource fees**	$213 649	$0	$213 649						
(21) **Transportation fees**	$16 450				$16 450				
(22) **Other sales and services**	$410 106	$0	$301 653	$70	$57 080			$51 303	$0
(23) **Investment income**	$209 913	$0	$0	$20 793	$0			$189 120	$0
(24) **Gifts and donations**	$17 322	$0	$17 322	$0	$0				$0
(25) **Rentals of facilities**	$352 732	$0	$3 561	$349 171	$0			$0	$0
(26) **Net school generated funds**	$186 080		$186 080					$0	
(27) **Gains on disposal of capital assets**	$29 800	$0	$0	$0	$29 800			$0	$0
(28) **Amortization of capital allocations**	$598 327		$0	$598 327	$0				
(29) **TOTAL REVENUES** $30 183 997	$30 183 997	$1 250 823	$20 923 791	$4 500 229	$2 105 688			$1 403 466	$0
EXPENSES									
(30) **Certificated salaries**	$14 380 548	$509 085	$13 628 213				$243 250	$243 250	$0
(31) **Certificated benefits**	$1 712 083	$64 251	$1 627 698				$20 134	$20 134	$0
(32) **Uncertificated salaries and wages**	$6 656 399	$455 429	$3 430 376	$1 158 865	$1 089 921	$44 600	$477 208	$521 808	$0
(33) **Uncertificated benefits**	$944 218	$37 573	$468 690	$251 091	$104 097	$1 243	$81 524	$82 767	$0
(34) **SUB - TOTAL**	$23 693 248	$1 066 338	$19 154 977	$1 409 956	$1 194 018	$45 843	$822 116	$867 959	$0
(35) **Services, contracts & supplies**	$5 344 023	$184 485	$1 925 709	$2 121 457	$593 638	$0	$518 734	$518 734	$0
(36) **Cost recoveries & transfers (must balance to zero)**	$0	$0	$0	$0	$0	$0	$0	$0	$0
(37) **Net school generated funds**	$186 080		$186 080						
Capital and debt services									
Amortization of capital assets									
(38) Supported	$598 327	$0	$0	$598 327	$0	$0	$0	$0	$0
(39) Unsupported	$686 450	$0	$174 305	$68 833	$432 823	$0	$10 489	$10 489	$0
(40) Total Amortization	$1 284 777	$0	$174 305	$667 160	$432 823	$0	$10 489	$10 489	$0
Interest on capital debt									
(41) Supported	$600 127	$0	$0	$600 127	$0	$0	$0	$0	$0
(42) Unsupported	$53 641	$0	$0	$53 641	$0	$0	$0	$0	$0
(43) Other interest charges	$0	$0	$0	$0	$0	$0	$0	$0	$0
(44) Losses on disposal of capital assets	$0	$0	$0	$0	$0	$0	$0	$0	$0
(45) **TOTAL EXPENSES** $31 161 896	$31 161 896	$1 250 823	$21 441 071	$4 852 341	$2 220 479	$45 843	$1 351 339	$1 397 182	$0
(46) Surplus(deficit) Before Funding Allocated for Capital Purposes	($977 899)	$0	($517 280)	($352 112)	($114 791)			$6 284	$0
TOTAL applicable number of students/children	4 094	303	3 791	4 094	2 022			4 094	
AVERAGE PROGRAM COSTS per applicable student/child	$7 612	$4 128	$5 656	$1 185	$1 098			$341	

School Jurisdiction Code: 2255

SCHEDULE B1 to the AFS
INSTRUCTION Grades 1 to 12 Program 2001-2002 Expenses

EXPENSES	INSTRUCTION (Grades 1 to 12)							
	All Student Instruction	School Admin. & Instruction Support	System Instruction Support	Mildly & Moderately Disabled and Gifted & Talented	Severely Disabled	Alberta Initiative for School Improvement	Student Health Initiative	Total Instruction (Grades 1 to 12)
Certificated salaries	$11 186 804	$1 243 189	$0	$563 256	$416 186	$217 338	$1 440	$13 628 213
Certificated benefits	$1 355 740	$175 669	$0	$39 043	$41 066	$16 180	$0	$1 627 698
Uncertificated salaries and wages	$1 054 402	$530 469	$0	$291 497	$1 357 346	$12 931	$183 731	$3 430 376
Uncertificated benefits	$42 478	$46 416	$0	$78 202	$270 038	$603	$30 953	$468 690
SUB - TOTAL REMUNERATION	$13 639 424	$1 995 743	$0	$971 998	$2 084 636	$247 052	$216 124	$19 154 977
Services, contracts & supplies	$1 544 920	$27 985	$0	$40 842	$106 182	$178 555	$27 225	$1 925 709
Cost recoveries & transfers	$0	$0	$0	$0	$0	$0	$0	$0
Net school generated funds	$186 080							$186 080
Amortization of capital assets								
Supported	$0	$0	$0	$0	$0	$0	$0	$0
Unsupported	$174 305	$0	$0	$0	$0	$0	$0	$174 305
Total Amortization	$174 305	$0	$0	$0	$0	$0	$0	$174 305
Interest on capital debt								
Supported	$0	$0	$0	$0	$0	$0	$0	$0
Unsupported	$0	$0	$0	$0	$0	$0	$0	$0
Other interest charges	$0	$0	$0	$0	$0	$0	$0	$0
Losses on disposal of capital assets	$0	$0	$0	$0	$0	$0	$0	$0
TOTAL EXPENSES	$15 544 729	$2 023 728	$0	$1 012 840	$2 190 818	$425 607	$243 349	$21 441 071
FTE Certificated				10	8			
FTE Uncertificated				19	83			

SCHEDULE B2 to the AFS
INSTRUCTION Grades 1 to 12 Program 2001-2002

	AB LEARNING INSTRUCTION BLOCK REVENUE	ALBERTA LEARNING OTHER REVENUE	NON-ALBERTA LEARNING REVENUE	INSTRUCTION BLOCK REALLOCATION	TOTAL REVENUE	TOTAL EXPENSES	NET
Basic Instruction	$15 651 985	$706 685	$1 034 103	$379 525	$17 772 298	$16 682 246	$1 090 052
School Admin & Instruction Support Expenses						$2 023 728	($2 023 728)
System Instruction Support Expenses						$0	$0
Total Basic Instruction	$15 651 985	$706 685	$1 034 103	$379 525	$17 772 298	$18 705 974	($933 676)
Sub-Programs & Initiatives							
Severely Disabled	$1 693 444		$0		$1 693 444	$2 190 818	($497 374)
English as a Second Language	$215 156				$215 156	$142 570	$72 586
Enhanced Opportunities	$21 000				$21 000	$0	$21 000
Native Education Project	$34 675		$0		$34 675	$36 128	($1 453)
Institutional Programs	$0				$0	$0	$0
Sparsity & Distance	$722 400				$722 400		$722 400
Growth & Density	$12 190				$12 190		$12 190
Teacher Assistants Program	$75 178				$75 178	$71 787	$3 391
Early Literacy Initiative (K-2)	$142 556				$142 556	$144 200	($1 644)
Learning Resources (LRC credit used)	$0		$213 649		$213 649	$104 248	$109 401
Supernet	$0				$0	$0	$0
Technology Integration	$0		$0		$0	$0	$0
French as a Second Language(all jurisdictions)	$1 661				$1 661	$0	$1 661
Home Education	$19 584		$0		$19 584	$45 346	($25 762)
Emergent	$0				$0	$0	$0
Total Sub-Programs & Initiatives	$2 937 844		$213 649		$3 151 493	$2 735 097	$416 396
INSTRUCTION, GRADES 1-12 (plus Early Lit. ECS)	$18 589 829	$706 685	$1 247 752	$379 525	$20 923 791	$21 441 071	($517 280)

SCHEDULE C to the AFS
SUMMARY OF REVENUE TRANSFERS
BETWEEN ALBERTA LEARNING BLOCK ALLOCATIONS - 2001-2002

	Early Childhood Services	Instruction (Grades 1 to 12)	Operations and Maintenance	Transportation	Board and System Administration	External Services
Alberta Learning block allocations - Schedule A (Lines 1 & 2)	$1,325,114	$18,589,829	$1,265,359	$2,130,735	$1,264,586	
Reallocations permitted by the "Funding for School Authorities" manual						
From instruction block to:						
(1) External Services		$0				$0
From ECS component of instruction block:						
(1) Transportation (part of the 2% maximum) (Note)	$0			$0		
(2) Operations and maintenance of schools (part of the 2% maximum) (Note)	$0		$0			
From all or part of maximum 2% of instruction block to:						
(1) Operations and maintenance of schools		$0	$0			
(2) Transportation		$0		$0		
Calculation: 2% of $19,914,943 = $398,299 ***$0***						
From instruction block (Growth & Denisty component) to:						
(1) Operations and maintenance of schools		($12,190)	$12,190			
(2) Transportation		$0		$0		
Reallocations directed by the board of trustees						
From operations and maintenance of schools block to:						
(1) Transportation			$0	$0		
(2) Instruction		$0	$0			
From transportation block to:						
(1) Operations and maintenance			$0	$0		
(2) Instruction		$150,000		($150,000)		
From board and system administration block to:						
(1) Transportation				$0	$0	
(2) Operations and maintenance of schools			$0		$0	
(3) Instruction		$127,261			($127,261)	
From within the instruction block and its components:						
(1) Instruction to: Early childhood services (ECS)	$0	$0				
(2) ECS to: Instruction	($114,454)	$114,454				
AMOUNTS REFLECTED ON SCHEDULE A (Line 3)	($114,454)	$379,525	$12,190	($150,000)	($127,261)	$0

Note: Incremental ECS costs for transportation or O & M funded out of the instruction block should normally be recorded as a cost recovery on Schedule B rather than as a revenue transfer on this schedule.

School Jurisdiction Code: 2255

SCHEDULE D to the AFS
CALCULATION OF MAXIMUM ELIGIBLE EXPENSE LIMITS FOR BOARD (GOVERNANCE) AND SYSTEM ADMINISTRATION 2001-2002

STEP 1

Determine the total eligible revenue which is used as the BASE TOTAL to calculate the maximum eligible expense limits for Board and System Administration

Total Revenues (Schedule A):		
Instruction Block	- Grades ECS -12 (excluding technology integration and emergent)	$19,914,943
Support Block	- Operations & Maintenance	$1,265,359
	- Transportation	$2,130,735
SUBTOTAL		$23,311,037
Other Revenues		
Alberta Infrastructure (Operations & Maintenance)		$992,705
Other Alberta Learning revenues (Excluding One-Time Grant)		$0
Other - Government of Alberta (Excluding Alberta Finance)		$85,271
Federal government/First Nations		$514,356
Other Alberta school authorities		$7,566
Out of province local authorities		$0
Alberta municipalities		$18,000
Other sales and services		$410,106
Interest on investments		$209,913
Rentals of facilities		$352,732
Gains on disposal of capital assets		$29,800
Amortization of capital allocations		$598,327
School generated funds (Schedule E)		$962,726
BASE TOTAL FOR CALCULATING MAXIMUM EXPENSE LIMITS		**$27,492,539**

STEP 2

Calculation of maximum expense limit PERCENTAGE for Board and System Administration expenses

If "Total Net Enrolled Students" are 6,000 and over	= 4%	**5.15%**
If "Total Net Enrolled Students" are 2,000 and less	= 6%	

The Maximum Expense Limit for Board and System Administration is based on an arithmetical proration for the TOTAL FTE count for grades 1 -12, net of Home Education AND Adult students, between 2,000 to 6,000 at .0005 per FTE.

EXAMPLE: 4,500 FTE count grades 1-12 = 6,000 - 4,500 = 1,500 X .0005 = .75% plus 4% = maximum expense limit of 4.75%.

Note: Calculation unnecessary if Total FTE is 6,000 or more, and 2,000 & less.

STEP 3

Calculate maximum expense limit AMOUNTS for Board and System Administration expenses

Maximum Expense Limit percentage (Step 2) x Base Total (Step 1)		$1,416,938
Considerations for Charter Schools and Francophone Boards:		
If Charter School, enter 50,000	0	$0
If Francophone Board, enter 300,000	0	$0
(If none of these considerations apply, leave the above cells blank)		
MAXIMUM EXPENSE LIMIT		**$1,416,938**

STEP 4

Compare maximum expense limit amounts calculated in Step 3 to actual expenses (from Schedule A)

Actual Board Governance & System Administration expenses	$1,397,182
PLUS: transfers to Restricted - Operating (Board/System Administration)	$0
LESS: transfers from Restricted - Operating (Board/System Administration)	$0
TOTAL BOARD GOVERNANCE & SYSTEM ADMINISTRATION EXPENSES	$1,397,182
Maximum Expense Limit for Board & System Administration (Step 3)	$1,416,938
ACTUAL EXPENSES - OVER(UNDER) MAXIMUM EXPENSE LIMIT	-$19,756

School Jurisdiction Code: 2255

SCHEDULE E to the AFS
SOURCE & APPLICATION OF SCHOOL GENERATED FUNDS (SGF) - 2001-2002

Unexpended SGF - Opening Balance August 31, 2001		$358,176
Source of School Generated Funds:		
Total School Generated Funds for the year (Note 1)	$962,726	
Less: SGF - related cost recoveries (Note 2)	$746,342	
- capitalized at the District level	$0	
Net Total	$216,384	
Plus: Donations Received (Note 3)	$0	
Equals: Net Additions to SGF		$216,384
Net SGF Available for discretionary spending		$574,560
Net SGF revenue and Net SGF expense - per schedule A, line 26 and line 37		
Net expended SGF for discretionary purposes (Note 4)		$186,080
Unexpended SGF - Closing Balance August 31, 2002		$388,480

Note 1 Excludes fees collected pursuant to Section 60(2)(j) of the School Act (e.g. instruction materials and technology fees determined by board policy or resolution). This is the amount used to calculate the administrative cap. See Schedule E.

Note 2 These are the expenses (a) incurred in generating SGF (e.g. fundraising expenses, printing of tickets, payment to DJ at school dance; cost of goods sold for school cafeteria/servery; staffing and supplies for a dinner; raffle prizes; supplies for a car wash; book fair purchases; meals for lunch program), or (b) collected and disbursed for the benefit of individual students (e.g. cost of field trips for student activities not leading to CEU's). Monies collected for CEU-related activities are not SGF. They are recorded as instruction fees.

Note 3 Donations are restricted to cash; gifts in kind are treated as board assets, not SGF. Amounts are net of related expenses.

Note 4 Only SGF expended for discretionary purposes are recorded as revenue and expense; unexpended funds are carried forward on the balance sheet to the succeeding year. Any capital items purchased with SGF should be treated as a SGF-related cost recovery.

School Jurisdiction Code: 2255

SCHEDULE F to the AFS
Operations and Maintenance Program 2001-2002 Expenses

EXPENSES	Operations and Maintenance								
	Maintenance Office & Shop Administration	Preventative Maintenance	Custodial	Fire/Security/ Safety Systems	Sites and Grounds Maintenance	Utilities and Communications	Expensed Block BQRP/Mod.	Capital & Debt Services and Transfers	Total Operations and Maintenance
Uncertificated salaries and wages	$62,352	$403,739	$692,774	$0	$0	$0	$0		$1,158,865
Uncertificated benefits	$15,077	$87,325	$148,689	$0	$0	$0	$0		$251,091
SUB - TOTAL REMUNERATION	$77,429	$491,064	$841,463	$0	$0	$0	$0		$1,409,956
Contracted Services	$622	$312,620	$219,951	$8,057	$108,656	$9,487	$609,122		$1,268,516
Supplies	$1,165	$86,374	$99,979		$0		$0		$187,518
Electricity						$401,632			$401,632
Natural Gas/Heating Fuel						$204,934			$204,934
Sewer and Water						$58,857			$58,857
Cost recoveries & transfers								$0	$0
Amortization of capital assets									
Supported								$598,327	$598,327
Unsupported		$32,623	$0	$0	$0	$0	$0	$36,210	$68,833
Total Amortization	$0	$32,623	$0	$0	$0	$0	$0	$634,537	$667,160
Interest on capital debt									
Supported								$600,127	$600,127
Unsupported								$53,641	$53,641
Other interest charges								$0	$0
Losses on disposal of capital assets								$0	$0
TOTAL EXPENSES	$79,216	$922,681	$1,161,393	$8,057	$108,656	$674,910	$609,122	$1,288,305	$4,852,341
FTE Uncertificated (Board/Contract)	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0

Notes:

Maintenance Office & Shop Administration:	Includes all maintenance office related remuneration, supplies, services and contracts.
Preventative Maintenance:	Includes all structural, architectural, mechanical and electrical maintenance items identified below. - activities required for operating and maintaining the structure, envelope, roof, parkade, ramps/fire escapes, fixed exterior walls, exterior finishes of the buildings and outside doors/other barriers - activities for purchase, installation, maintenance and repair of mechanical and electrical systems for the maintenance buildings and schools.
Custodial:	Includes all the activities required for ensuring the buildings are kept in a clean and tidy condition.
Fire/Security/Safety Systems:	Includes all activities required for fire prevention/alarms systems, security personnel and alarm systems, detection systems and related safety systems for the property.
Sites & Grounds Maintenance:	Sites & Grounds Maintenance: includes all activities required for maintenance and upkeep of exterior grounds, parking lots, athletic fields including snow removal and lawn care.
Utilities & Communications:	Includes all cost related to electricity(light & power), natural gas and other heating fuels, sewer & water and all forms of communications.
Expensed Block BQRP/Mod:	Includes all non-capital activities related to Block BQRP/Modernization expensed by the jurisdiction.
Capital & Debt Services:	Includes all activities related to supported school amortization and debt interest expense. All unsupported amortization is allocated to the appropriate sub-categories.

School Jurisdiction Code: 2255

SCHEDULE G to the AFS
DISCLOSURE OF SALARIES AND BENEFITS - 2001-2002
(SECTION 126.1 OF THE SCHOOL ACT)

	FTE's or Individuals	Remuneration	Benefits	Allowances	Performance Bonuses	ERIP's / Other	Total	Expenses
Board of Trustees:								
Chairman								
Name Mrs. Marlene McCann	1	$7,500	$313	$3,750	$0	$0	$11,563	$3,808
Board Members:								
Name Mrs. Colleen Deitz	1	$4,950	$206	$2,475	$0	$0	$7,631	$3,995
Name Mrs. Erna Dyck	1	$2,650	$120	$1,325	$0	$0	$4,095	$488
Name Miss Donna Robinson	1	$5,867	$192	$2,933	$0	$0	$8,992	$2,710
Name Mr. Richard Row	1	$483	$19	$242	$0	$0	$744	$295
Name Mr. Joseph Watson	1	$3,850	$224	$1,925	$0	$0	$5,999	$1,651
Name Mr. Donald Zech	1	$4,433	$169	$2,217	$0	$0	$6,819	$1,507
Name	0	$0	$0	$0	$0	$0	$0	$0
Name	0	$0	$0	$0	$0	$0	$0	$0
Name	0	$0	$0	$0	$0	$0	$0	$0
Name	0	$0	$0	$0	$0	$0	$0	$0
Subtotal	**7**	**$29,733**	**$1,243**	**$14,867**	**$0**	**$0**	**$45,843**	**$14,454**
Superintendent John L. Bolton (2)	0	$103,300	$8,128	$0	$0	$0	$111,428	$16,205
Secretary/Treasurer John J. Gleason/Laurie Marston (2)	0	$106,817	$17,391	$0	$0	$0	$124,208	$7,483
Secretary (2)	0	$0	$0	$0	$0	$0	$0	$0
Treasurer (2)	0	$0	$0	$0	$0	$0	$0	$0
Certificated Salaries (1)	225.94	$14,277,248	$1,703,955	$0	$0	$0	$15,981,203	$195,409
Uncertificated Salaries & Wages (1)	194.6	$6,504,982	$925,584	$0	$0	$0	$7,430,566	$97,704
TOTALS		**$21,022,080**	**$2,656,301**	**$14,867**	**$0**	**$0**	**$23,693,248**	**$331,255**
				Sub-Total of Salaries and Benefits from Schedule A:			$23,693,248	

Notes: Please refer to completion information on page 15.

(1) Full time equivalents (FTE's)

(2) Employed or contracted

School Jurisdiction Code: 2255

SCHEDULE G1 to the AFS
DISCLOSURE OF SALARIES AND BENEFITS *(SECTION 148.1 OF THE SCHOOL ACT)*
COMPLETION INFORMATION

(1) Salary and benefits consist of and agree with the amounts properly recorded in the school jurisdiction's payroll records and related object codes for salaries, wages and benefits.

(2) **Remuneration** includes regular base salaries, administrative allowances, overtime, lump sum payments EXCEPTING TERMINATION BENEFITS (See #10A below), honoraria, deferred salary leave accruals and any other direct cash remuneration EXCEPTING PERFORMANCE PAY (See #10 below).

(3) Certificated salaries include the aggregate of all payments for certificated staff regardless of the length, nature or definition of the employment agreement. The number of full time equivalent staff should be measured as at September 30.

(4) Uncertificated salaries and wages should be measured in terms of the number of individuals employed as at September 30.

(5) Salary and benefits information should be the aggregate amount covering the same fiscal period as the audited financial statements.

(6) Salary must include deferred salary accruals.

(7) Salary includes only payments for services subject to an employer-employee relationship.

(8) **Benefits** include the employer's share of all employee benefits and contributions or payments made on behalf of employees including retirement pensions, Canada pension plan (CPP), employment insurance (EI), health care, dental coverage, vision coverage, out of country medical benefits, group life insurance, accidental disability and dismemberment insurance, long and short term disability plans.

(9) **Allowances** include all monies paid to an employee as miscellaneous **negotiated** allowances. This category will include car or travel allowances, isolation allowances, relocation expenses, sabbaticals, special leave with pay, financial and retirement planning services, and club memberships. ADMINISTRATIVE ALLOWANCES are included in **Remuneration**.

(10) **Performance Bonuses** include those monies paid to employees of the school authority that are tied to the achievement of some specifed goal or objective.

(10A) **Other** includes termination benefits ((severance pay, retiring allowances (ERIP's), sick leave and other settlement costs due to loss of employment).

(11) **Expenses** will include the reimbursements of travel, subsistence, moving costs, conference fees, etc., paid by the employee **or on his/her behalf** in performing the responsibilities of employment.

(12) The superintendent's remuneration is in terms of one individual who is the Chief Executive Officer. Benefits for the superintendent do not include Alberta Learning contributions to the Teachers Retirement Fund pension plan.

(13) A position should include salary, benefits and allowances earned by an individual who officially acted in a position while it was vacant. If a position was vacant and no one acted in the position, the position should not be disclosed.

(14) Benefits and allowances need not include an amount for automobile, housing or other benefits for which a value cannot be reasonably estimated.

(15) If a position is occupied by more than one individual during a year, the aggregate salary, benefits and allowances earned by the individuals in the position should be disclosed. An explanatory note should indicate the number of individuals.

School Jurisdiction Code [illegible]

AUDITED
FINANCIAL STATEMENTS
and Supporting Schedules
FOR THE YEAR ENDED AUGUST 31, 2002

[School Act, Sections 147(3)(a), 151(1) and 276]

Parkland School Division No. 70
Name of School Jurisdiction

4603 48 Street Stony Plain AB T7Z 2A8
Mailing Address

Telephone: 780-963-4010 Fax: 780-963-4169
Telephone and Fax Numbers

SCHOOL JURISDICTION MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The financial statements and supporting schedules of Parkland School Division No. 70 (Name of School Jurisdiction) presented to Alberta Learning have been prepared by school jurisdiction management which has responsibility for their preparation, integrity and objectivity. The financial statements and schedules, including notes, have been prepared in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

In fulfilling its reporting responsibilities, management has maintained internal control systems and procedures designed to provide reasonable assurance that the school jurisdiction's assets are safeguarded, that transactions are executed in accordance with appropriate authorization and that accounting records may be relied upon to properly reflect the school jurisdiction's transactions. The effectiveness of the control systems is supported by the selection and training of qualified personnel, an organizational structure that provides an appropriate division of responsibility and a strong budgetary system of control.

Board of Trustees Responsibility
The ultimate responsibility for the financial statements lies with the Board of Trustees. The Board reviewed the financial statements with management in detail and the Board approved the financial statements for release.

External Auditors
The Board appoints external auditors to audit the financial statements and meets with the auditors to review their findings. The external auditors have full and free access to school jurisdiction records.

Declaration of Management and Board Chairman
To the best of our knowledge and belief, these financial statements and supporting schedules reflect, in all material respects, the financial position and results of operations and cash flows for the year in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

BOARD CHAIRMAN
Lori Briggs Benner — Name
L. Briggs Benner — Signature

SUPERINTENDENT
Mary Lynne Campbell — Name
MaryLynne Campbell — Signature

SECRETARY TREASURER OR TREASURER
Thomas Olson — Name
Signature

Dec 03 /02
Dated:

c.c. ALBERTA LEARNING, School Reporting Branch,
8th Floor Commerce Place, 10155-102 Street, Edmonton AB T5J 4L5
EMAIL: Cindy.Jerry@gov.ab.ca
PHONE: (780) 427-7742 FAX: (780) 422-6996

School Jurisdiction Code: 2305

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PRICEWATERHOUSECOOPERS

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November 15, 2002

Auditors' Report

To the Board of Trustees of
Parkland School Division No. 70

We have audited the statement of financial position of **Parkland School Division No. 70** as at August 31, 2002 and the statements of revenue and expenses, cash flows, changes in net assets and capital allocations for the year then ended. These financial statements are the responsibility of the school division's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the financial position of the school division as at August 31, 2002 and the results of its operations, cash flows, changes in net assets and capital allocations for the year then ended in accordance with Canadian generally accepted accounting principles.

Our audit was conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The supplementary information included in schedules A through G is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such supplementary information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

PricewaterhouseCoopers LLP

Chartered Accountants

PricewaterhouseCoopers refers to the Canadian firm of PricewaterhouseCoopers LLP and other members of the worldwide PricewaterhouseCoopers organization.

School Jurisdiction Code: 2305

STATEMENT OF FINANCIAL POSITION

as at August 31

(in dollars)

		2002	2001
ASSETS			
Current assets			
Cash and temporary investments		$10,460,577	$9,478,068
Accounts receivable (net after allowances)			
Province of Alberta		$1,261,585	$1,343,579
Federal Government and/or First Nations		$183,958	$182,444
Alberta municipalities		$3,631	$8,460
Other Alberta school jurisdictions		$28,238	$28,979
Other		$248,929	$342,362
Prepaid expenses		$206,283	$36,228
Other current assets		$0	$0
Total current assets		$12,393,201	$11,420,120
School generated assets		$449,352	$570,748
Trust assets		$360,669	$257,297
Capital assets			
Land		$4,128,903	$4,128,903
Buildings	$73,194,386		
Less: accumulated amortization	($30,759,028)	$42,435,358	$42,894,704
Equipment	$4,184,016		
Less: accumulated amortization	($2,929,547)	$1,254,469	$1,559,326
Vehicles	$600,637		
Less: accumulated amortization	($427,270)	$173,367	$199,797
Total capital assets		$47,992,097	$48,782,730
TOTAL ASSETS		$61,195,319	$61,030,895
LIABILITIES			
Current liabilities			
Bank indebtedness		$0	$0
Accounts payable and accrued liabilities			
Province of Alberta		$668,620	$916,675
Federal Government and/or First Nations		$1,469,831	$623,025
Alberta municipalities		$66,961	$0
Other Alberta school jurisdictions		$0	$0
Other		$2,246,761	$1,741,864
Deferred revenue		$2,561,907	$2,177,960
Deferred capital allocations		$222,997	$1,133,251
Current portion of all long term debt		$1,906,619	$2,062,571
Total current liabilities		$9,143,696	$8,655,346
School generated liabilities		$449,352	$570,748
Trust liabilities		$360,669	$257,297
Unfunded employee future benefit liability		$0	$0
Long term debt			
Supported: Debentures and other supported debt		$11,571,879	$13,634,449
Less: Current portion of supported debt		($1,906,619)	($2,062,571)
Unsupported: Debentures and Capital Loans		$0	$0
Capital Leases		$0	$0
Mortgages		$0	$0
Less: Current portion of unsupported debt		$0	$0
Unamortized capital allocations		$31,758,148	$30,306,562
Total long term liabilities		$42,233,429	$42,706,485
TOTAL LIABILITIES		$51,377,125	$51,361,831
NET ASSETS			
Unrestricted net assets		$1,926,100	$1,197,133
Operating Reserves		$1,739,679	$2,301,188
Accumulated Operating Surplus (Deficit)		$3,665,779	$3,498,321
Investment in capital assets		$4,662,070	$4,841,719
Capital Reserves		$1,490,345	$1,329,024
Total Capital Funds		$6,152,415	$6,170,743
Total net assets		$9,818,194	$9,669,064
TOTAL LIABILITIES AND NET ASSETS		$61,195,319	$61,030,895

School Jurisdiction Code: 2305

STATEMENT OF REVENUES AND EXPENSES

for the Year Ended August 31

(in dollars)

	Actual 2002	Budget 2002 (1)	Actual 2001 (2)
REVENUES			
Alberta Learning	$57,499,688	$56,934,916	$55,592,935
Alberta Infrastructure	$3,010,228	$1,100,000	$1,984,581
Alberta Finance	$1,379,246	$1,742,213	$2,056,902
Other Government of Alberta	$172,233	$0	$125,114
Federal Government and/or First Nations	$1,491,908	$1,456,482	$1,125,304
Other Alberta school authorities	$37,338	$89,500	$58,902
Out of province local authorities	$0	$0	$0
Alberta Municipalities (excluding supplementary requisitions)	$29,058	$30,500	$41,758
Instruction resource fees	$574,639	$550,000	$610,740
Transportation fees	$108,846	$110,800	$88,880
Other sales and services	$826,795	$96,500	$658,921
Investment income	$245,387	$343,737	$433,911
Gifts and donations	$0	$0	$0
Rentals of facilities	$7,307	$11,000	$6,229
Net school generated funds	$565,564	$440,924	$531,133
Gains on disposal of capital assets	$6,204	$0	$25,450
Amortization of capital allocations	$2,223,226	$2,260,784	$2,260,783
Total Revenues	$68,177,667	$65,167,356	$65,601,543
EXPENSES			
Certificated salaries	$31,353,658	$30,204,458	$28,719,245
Certificated benefits	$3,638,988	$3,451,107	$3,318,612
Uncertificated salaries and wages	$10,513,696	$9,879,053	$9,303,376
Uncertificated benefits	$2,273,056	$1,996,087	$1,698,820
Services, contracts and supplies	$15,485,965	$17,417,185	$17,458,396
Net school generated funds	$565,564	$440,924	$531,133
Capital and debt services			
Amortization of capital assets			
Supported	$2,223,226	$2,260,784	$2,260,783
Unsupported	$561,470	$147,079	$539,009
Total Amortization of capital assets	$2,784,696	$2,407,863	$2,799,792
Interest on capital debt			
Supported	$1,379,246	$1,742,213	$1,608,750
Unsupported	$0	$0	$0
Total Interest on capital debt	$1,379,246	$1,742,213	$1,608,750
Other interest charges	$0	$0	$0
Losses on disposal of capital assets	$12,167	$0	$0
Total Expenses	$68,007,036	$67,538,890	$65,438,124
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES BEFORE FUNDING ALLOCATED FOR CAPITAL PURPOSES	$170,631	($2,371,534)	$163,419
Block BQRP revenue used for capital purposes	$0	$0	$0
Block MOD revenue used for capital purposes	$0	$0	$0
1999 One-time grant revenue used for capital purposes	$0	$0	$0
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES	$170,631	($2,371,534)	$163,419

Note (1) 2001-2002 budget numbers as restated or taken from the finalized Budget Report pursuant to section 147(2)(b) of the School Act.

Note (2) 2000-2001 actuals as restated or taken from the finalized audited financial statements pursuant to Section 147(2)(a) of the School Act.

School Jurisdiction Code: 2305

STATEMENT OF CASH FLOWS

for the Year Ended August 31

(in dollars)

		2002	2001
CASH FLOWS FROM:			
A. OPERATIONS			
Surplus (deficit) of revenues over expenses for the year		$170,631	$163,419
Add (Deduct) items not requiring cash:			
Amortization of capital allocations revenue		($2,223,226)	($2,260,783)
Total amortization expense		$2,784,696	$2,799,792
Gains on disposal of capital assets		($6,204)	($25,450)
Losses on sale of capital assets		$12,167	$0
Changes in accrued accounts:			
Accounts receivable		$179,483	$704,255
Prepaids and other current assets		($170,055)	$82,386
Payables and accrued liabilities		$1,170,609	$104,867
Deferred revenue		$383,947	($37,084)
Unfunded employee future benefit expense (recovery)		$0	$0
Other (e.g. change in net trust liabilities)		$0	$0
Total sources (uses) of cash from Operations		$2,302,048	$1,531,402
B. INVESTING ACTIVITIES			
Purchases of capital assets			
Land		$0	$0
Buildings		($1,738,708)	($727,515)
Equipment		($411,004)	($248,012)
Vehicles		($70,707)	($58,932)
Proceeds from disposal of capital assets		$11,821	$25,450
Other (describe)		$0	$0
Total sources (uses) of cash from Investing activities		($2,208,598)	($1,009,009)
C. FINANCING ACTIVITIES			
Capital allocations received		$889,059	$1,824,227
Issue of long term debt		$0	$0
Repayment of long term debt		($2,062,570)	($2,180,961)
Add back: supported portion		$2,062,570	$2,180,961
Total sources (uses) from Financing activities		$889,059	$1,824,227
Net sources (uses) of cash equivalents* during year		$982,509	$2,346,620
Cash Equivalents at the beginning of the year		$9,478,068	$7,131,448
Cash Equivalents at the end of the year	$10,460,577	$10,460,577	$9,478,068

Note: Cash equivalents consist of:
- cash and temporary investments
- bank indebtedness

School Jurisdiction Code: 0

STATEMENT OF CHANGES IN NET ASSETS
for the Year Ended August 31, 2002
(in dollars)

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)	(14)	(15)
	TOTAL	INVESTMENT	UNRESTRICTED	TOTAL RESTRICTED	RESTRICTED NET ASSETS										
					School Based		Alberta Infrastructure			Board & System Admin.		Transportation		External Services	
	NET ASSETS (Columns 2+3+4	IN CAPITAL ASSETS	NET ASSETS	NET ASSETS Columns 5 to 15	Unsupported Operating Reserves	Unsupported Capital (Vehicle, Equip) Reserves	Unsupported O& M Operating Reserves	Supported School (Bldg/Land) Capital Reserves	Unsupported Capital (Bldg, Vehicle,Equip) Reserves	Unsupported Operating Reserves	Unsupported Capital (Bldg, Vehicle,Equip) Reserves	Unsupported Operating Reserves	Unsupported Capital (Bldg, Vehicle,Equip) Reserves	Unsupported Operating Reserves	Unsupported Capital (Bldg, Vehicle,Equip) Reserves
Balance at August 31, 2001	$9,669,064	$4,841,719	$1,197,133	$3,630,212	$1,958,599	$1,004,763		$0	$14,232	$180,991	$260,696	$161,598	$49,333	$0	$0
Prior period adjustments (describe)															
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
Adjusted Balance, Aug. 31, 2001	$9,669,064	$4,841,719	$1,197,133	$3,630,212	$1,958,599	$1,004,763	$0	$0	$14,232	$180,991	$260,696	$161,598	$49,333	$0	$0
Surplus(def) of revenue over expenses	$170,631		$170,631												
Block BQRP funded capital transactions		$0	$0												
Block MOD funded capital transactions		$0	$0												
Board funded capital transactions		$421,105	($33,341)	($387,764)		($279,971)					($80,652)		($27,141)		
Donations of non-amortizable assets	$0	$0													
Amortization of capital assets		($2,784,696)	$2,784,696												
Amortization of capital allocations		$2,223,226	($2,223,226)												
Disposal of unsupported capital assets	($21,501)	($32,328)	$2,837	$7,990		$0			$700		$0		$7,290		$0
Disposal of supported capital assets	$0	($6,956)	$3,126	$3,830				$3,830							
Debt principal payments (unsupported)		$0	$0	$0	$0	$0	$0	$0	$0	$0	$0				
Net transfers to operating reserves			($766,744)	$766,744	$405,284	$0	$31,424	$0	$0	$20,578	$0	$309,458	$0	$0	$0
Net transfers from operating reserves			$1,328,253	($1,328,253)	($1,254,500)	$0	($31,424)	$0	$0	($32,333)	$0	($9,996)	$0	$0	$0
Net transfers to capital reserves			($537,265)	$537,265	$0	$377,194		$0	$31,424	$0	$109,848	$0	$18,799	$0	$0
Net transfers from capital reserves				$0										$0	$0
Balance at August 31, 2002	$9,818,194	$4,662,070	$1,926,100	$3,230,024	$1,109,383	$1,101,986	$0	$3,830	$46,356	$169,236	$289,892	$461,060	$48,281	$0	$0

School Jurisdiction Code: 2305

STATEMENT OF CAPITAL ALLOCATIONS
(SUPPORTED CAPITAL FINANCING ONLY)
for the Year Ended August 31, 2002

(in dollars)

		Deferred Capital Allocations	Unamortized Capital Allocations
Balance at August 31, 2001		$1,133,251	$30,306,562
Add:			
Capital allocations from:	AB Infrastructure - New/Modernization Project	$883,306	
	Other Government of Alberta	$0	
	Federal Government and/or First Nations	$0	
	Alberta Municipalities	$0	
	Other Alberta school jurisdictions	$0	
	Other	$0	
Interest earned on provincial government capital allocations		$5,753	
Other capital grants and donations		$0	
Insurance proceeds		$0	
Donated capital assets (depreciable, at Fair Market Value)			$0
Transferred in capital assets (depreciable, at Net Book Value)			$0
Current Year Debenture Principal Repayment			$2,062,570
Expended capital allocations - current year		($1,799,313)	$1,799,313
Less:			
Unamortized Capital Allocation affected by a disposal through transfer out			$187,071
Capital allocations amortized to revenue			$2,223,226
Balance at August 31, 2002		$222,997	$31,758,148

1. Authority and Purpose

Parkland School Division No. 70 delivers education programs under the authority of the School Act, Chapter S3.1, Statues of Alberta, January 1, 2002.

The School Division receives block allocations for Instruction, Support and Capital purposes under Regulation 72/95. The Regulation limits funding and expenses for administration. It permits the School Division within specified limits, to reallocate funding between the instruction and support blocks.

2. Summary of Significant Accounting Policies

The financial statements are prepared in accordance with generally accepted accounting principles and accounting policies consistent with those prescribed by Alberta Learning for Alberta school jurisdictions. The precise determination of many assets and liabilities is dependent on future events. As a result, the preparation of financial statements for a period involves the use of estimates and approximations. The financial statements have, in management's opinion, been prepared within reasonable limits of materiality and within the framework of the significant accounting policies summarized below.

Revenue Recognition

Revenue from the Provincial and Federal governments for instruction and support is recognized in the year to which they relate.

Instruction and transportation fees are recognized when the services are provided.

Capital allocations from the province or other agencies are recorded as deferred capital contributions until spent. Once spent, they are transferred to unamortized capital allocations which are amortized to revenue on the same basis as the capital asset acquired by the grant.

School Generated Funds

Funds generated from school based activities are included as assets, liabilities, revenues and expenses of the school jurisdiction because the accountability and control/ownership of these funds rests with school division officials or their appointee(s).

Property and Equipment

Property and equipment are recorded at cost and amortized over their estimated useful lives on a straight line basis at the following rates:

Buildings	2.5% to 10%
Equipment	10% and 20%
Vehicles	10% and 20%

PARKLAND SCHOOL DIVISION NO. 70
Notes to the Financial Statements
Year Ended August 31, 2002

Contributed Services

Volunteers assist schools operated by the School Division in carrying out certain activities. Because of the difficulty of determining their fair value and of the fact that such assistance is generally not otherwise purchased, contributed services are not recognized in the financial statements.

Pensions

Pension costs included in these statements comprise the cost of employer contributions for current service of employees during the year.

The school board participates in the multi-employer pension plan, Local Authorities Pension Plan. At August 31, 2002, the School Division's expense for this pension plan is equivalent to the annual contributions of $507,066 (2001 - $441,635).

At December 31, 2001, the Local Authorities Pension Plan reported a surplus of $634,950,000 (2000 - $853,823,000).

Financial Instruments

The division's financial instruments consist of cash, accounts receivable, accounts payable, accrued liabilities and long-term debt. It is management's opinion that the division is not exposed to significant interest, currency or credit risks arising from these financial instruments. Unless otherwise noted, the fair values of these financial instruments approximate their carrying values. The division has invested surplus funds in accordance with Section 44 of the School Act and Section 5 of the Trustees Act.

Reserves

Reserves created by authorization of the Board of Trustees represent allocations for future capital expenditures and future operating expenses. The reserves are established and expended in accordance with terms and conditions established by the Board.

3. Accounts Receivable

	2002	2001
Provincial government	$ 1,261,585	$ 1,343,679
Federal government First nations	183,868	182,444
Municipalities	3,831	8,460
Other school divisions	28,038	28,679
Other	248,928	342,562
	$ 1,726,341	$ 1,905,824

PARKLAND SCHOOL DIVISION NO. 70

Notes to the Financial Statements
Year Ended August 31, 2002

4. Trust Liabilities

	2002	2001
Endowment funds for scholarships	$ 112,449	$ 142,567
Deferred Salaries	248,220	114,730
	$ 360,669	$ 257,297

5. Property and Equipment

			2002	2001
	Cost	Accumulated Amortization	Net Book Value	Net Book Value
Land	$ 4,128,903	$ -	$ 4,128,903	$ 4,128,903
Buildings	73,194,386	30,759,028	42,435,358	42,894,704
Equipment	4,184,016	2,929,547	1,254,469	1,559,326
Vehicles	600,637	427,270	173,367	199,797
	$82,107,942	$34,115,845	$47,992,097	$48,782,730

6. Accounts Payable

	2002	2001
Provincial government	$ 668,620	$ 916,675
Federal government First nations	1,469,831	623,025
Municipalities	66,961	-
Other	2,246,761	1,741,864
	$ 4,452,173	$ 3,281,564

7. Deferred Revenue

	2002	2001
Alberta Learning		
One time grant funding - 1999	$ 564,191	$ 902,904
One time grant funding - 2002	235,664	-
Alberta Initiative for School Improvement	95,825	136,007
Technology integration funding	-	377,054
Alberta Infrastructure	784,991	-
Other	591,236	761,995
	$ 2,561,907	$ 2,177,960

8. Deferred Capital Contributions and Unamortized Capital Allocations

	2002		2001	
	Deferred Capital Contributions	Unamortized Capital Allocations	Deferred Capital Contributions	Unamortized Capital Allocations
Balance, beginning of year	$ 1,133,251	$30,306,562	$ 14,012	$29,681,396
Government grants	883,306	-	1,818,192	-
Interest on government grants	5,753	-	6,045	-
Expended on property and equipment	(1,799,313)	1,799,313	(704,998)	704,998
Debt retirement		2,062,570	-	2,180,951
Amortization of property and equipment acquired from capital contributions	-	(2,223,226)		(2,260,783)
Unamortized capital allocation affected by a disposal through transfer out	-	(187,071)	-	-
Balance, end of year	$ 222,997	$31,758,148	$ 1,133,251	$30,306,562

9. Long-term Debt

The debenture debt bears interest at rates varying between 6% and 12%. The debenture debt is fully supported by Alberta Finance. The current portion of long-term debt consists entirely of amounts payable by Alberta Finance.

	2002	2001
Debentures	$11,571,879	$13,634,449
Less current portion	1,906,619	2,062,571
	$ 9,665,260	$11,571,878

Debenture principal and interest amounts due in each of the next five years are as follows

	Principal	Interest	Total
2003	1,906,619	1,276,512	3,183,131
2004	1,766,712	1,064,824	2,831,536
2005	1,693,255	865,695	2,558,950
2006	1,692,495	672,493	2,364,988
2007	1,280,664	479,370	1,760,034
2008 and thereafter	3,232,134	977,897	4,210,031
	$11,571,879	$ 5,336,791	$16,908,670

Interest paid during the year by the school division was $1,503,083 (2001 - $1,742,213).

10. School Generated Funds

	2002	2001
Balance, beginning of year	$ 570,748	$ 654,347
Source of School Generated Funds (SGF)		
SGF for the year	2,123,835	2,460,991
Less: costs of generating SGF	(1,715,660)	(2,044,900)
Donations received	35,993	31,443
Net SGF available for the year	444,168	447,534
Net SGF available for discretionary spending	1,014,916	1,101,881
Less: net SGF expended for the year	(565,564)	(531,133)
Balance, end of year	$ 449,352	$ 570,748

11. Reserves

	Balance, beginning of year	Appropriated during the year	Utilized during the year	Balance, end of year
Operating				
School instructional	$1,958,599	$405,284	$1,254,500	$1,109,383
System administration	180,991	20,578	32,333	169,236
Operation & Maintenance	-	31,424	31,424	-
Transportation	161,598	309,458	9,996	461,060
	2,301,188	766,744	1,328,253	1,739,679
Capital				
Land	1,779	-	-	1,779
Buildings	193,681	66,116	-	259,797
Equipment	1,041,139	415,673	350,399	1,106,412
Vehicles	92,425	67,296	37,365	122,357
	1,329,024	549,085	387,764	1,490,345
TOTAL	$3,630,212	$1,315,829	$1,716,017	$3,230,024

12. Allocations from the Province of Alberta

Various Government of Alberta departments are involved with administering education, district facilities, and the various school boards in the province. The School Division has had the following transactions with Alberta Learning, Alberta Infrastructure, Alberta Finance and other Government of Alberta departments.

Allocations from the Province of Alberta are summarized as follows:

	2002	2001
Operating allocations		
Alberta Learning		
Instruction block	$44,294,491	$42,348,301
Support block	11,066,236	12,638,772
Other	2,138,961	607,862
Alberta Finance	1,379,245	1,606,750
Alberta Infrastructure		
BQRP	781,298	1,984,581
Operation & maintenance	2,228,932	-
Other	172,233	573,266
	62,061,395	59,759,532
Capital allocations		
Contribution to repayment of debt	2,062,570	2,180,951
Capital contribution	883,306	1,818,192
	$65,007,271	$63,758,675

13. Program Expenses

	2002 Budget (Note 17)	2002 Actual	2001 Actual
Home education	$ 430,216	$ 351,865	$ 255,715
Early childhood services	1,905,020	2,680,449	1,960,390
Student instruction	45,501,272	45,194,168	41,634,629
Operation and maintenance	10,517,741	10,042,018	12,601,201
Student transportation	5,815,408	5,943,247	5,642,891
Board/system administration	2,363,777	2,360,163	2,098,922
External services	564,532	869,562	713,243
School generated funds (Note 10)	440,924	565,564	531,133
	$67,538,890	$68,007,036	$65,438,124

PARKLAND SCHOOL DIVISION NO. 70
Notes to the Financial Statements
Year Ended August 31, 2002

14. Disclosure of Salaries and Benefits

	Number	Salaries and Wages	Benefits and Allowances	Total
Chairman of the Board	1	$ 13,407	$ 1,462	$ 14,869
Other Board Members	6	70,896	10,267	81,163
Superintendent	1	120,948	9,990	130,938
Secretary Treasurer	1	107,738	15,026	122,764
Salaries - Certificated	496	31,232,710	3,629,104	34,861,814
Salaries-Uncertificated	480	10,323,229	2,244,621	12,567,850
	985	$41,868,928	$ 5,910,470	$47,779,398

15. Commitment

The School Division is committed under non-cancellable operating leases for equipment in the amount of $364,055. The minimum amounts payable over the next two years are as follows:
2003 - $268,568, 2004 - $95,487.

16. Contingencies

The School Division is a member of the Alberta Local Authorities Reciprocal Insurance Exchange. Under the terms of membership, the Division could become liable for its proportionate share of any claim losses in excess of the funds held by the exchange. Any liability incurred will be accounted for as a current transaction in the year the losses are determined.

17. Budget Amounts

The budget was prepared by the School Division management with the Board of Trustees approval given on April 17, 2001. A revised budget based on student enrolments at September 30, 2001 is presented in these statements for information purposes only and has not been audited.

18. Comparative Figures

The budget 2002 and actual 2001 comparative figures have been reclassified where necessary to conform to actual 2002 presentation.

SCHEDULE A to the AFS
ALLOCATION OF REVENUES AND EXPENSES TO PROGRAMS - 2001-200:

School Jurisdiction Code: 2305

REVENUES	TOTAL	Early Childhood Services	Total Instruction (Grades 1 to 12)	Operations and Maintenance of Schools & Maintenance Shops	Transportation	Board & System Adminstration			External Services
						Board Governance	System Admintration	Total Board & System Admin.	
Alberta Learning allocations									
(1) Instruction block	$43 073 610	$2 621 213	$40 452 397						
(2) Support block	$11 066 236			$3 080 632	$5 842 468			$2 143 136	
(3) Instruction & support block reallocations	$0	($109 258)	$0	$0	$109 258			$0	$0
(4) Alberta Initiative for School Improvement (AISI)	$1 182 167	$0	$1 182 167						
(5) Student Health Initiative (SHI)	$0	$0	$0						$0
(6) Teacher Salary Enhancement (TSE)	$1 281 514	$0	$1 281 514					$0	$0
(7) Regional Assessment Services (4 boards only)	$0								$0
(8) Regional P.D. Consortium (6 boards only)	$734 582								$734 582
(9) Other Alberta Learning revenues	$161 579	$0	$38 714	$0	$89 764			$0	$33 101
(10) **Total Alberta Learning Revenue**	$57 499 688	$2 511 955	$42 954 792	$3 080 632	$6 041 490			$2 143 136	$767 683
Alberta Infrastructure									
(11) Expensed Block Mod. Block BQRP support	$781 296		$0	$781 296					
(12) Operations and Maintenance support	$2 228 932			$2 228 932					
(13) **Total Alberta Infrastructure Revenue**	$3 010 228		$0	$3 010 228					
(14) **Alberta Finance**	$1 379 246		$0	$1 379 246	$0			$0	
(15) **Other - Government of Alberta**	$172 233	$141 638	$30 595	$0	$0			$0	$0
(16) **Federal Government and/or First Nations**	$1 491 908	$0	$1 438 222	$0	$0			$53 686	$0
(17) **Other Alberta school authorities**	$37 338	$0	$30 118	$0	$7 220			$0	$0
(18) **Out of province local authorities**	$0	$0	$0	$0	$0			$0	$0
(19) **Alberta municipalities (excl. supplementary requisitions)**	$29 058	$0	$0	$0	$0			$0	$29 058
(20) **Instruction resource fees**	$574 639	$26 855	$547 784						
(21) **Transportation fees**	$108 846				$108 846				
(22) **Other sales and services**	$826 795	$0	$258 299	$372 103	$92 145			$31 427	$72 821
(23) **Investment income**	$245 387	$0	$235 572	$0	$0			$9 815	$0
(24) **Gifts and donations**	$0	$0		$0	$0				$0
(25) **Rentals of facilities**	$7 307	$0	$0	$7 307	$0			$0	$0
(26) **Net school generated funds**	$565 564		$565 564					$0	
(27) **Gains on disposal of capital assets**	$6 204	$0	$2 500	$700	$3 004			$0	$0
(28) **Amortization of capital allocations**	$2 223 226			$2 223 226	$0				
(29) **TOTAL REVENUES** $68 177 667	$68 177 667	$2 680 448	$46 063 446	$10 073 442	$6 252 705			$2 238 064	$869 562
EXPENSES									
(30) **Certificated salaries**	$31 353 658	$922 090	$30 068 980				$362 588	$362 588	$0
(31) **Certificated benefits**	$3 638 988	$110 194	$3 503 106				$25 688	$25 688	$0
(32) **Uncertificated salaries and wages**	$10 513 696	$893 708	$5 777 869	$2 552 866	$237 061	$84 304	$830 949	$915 253	$136 939
(33) **Uncertificated benefits**	$2 273 056	$173 620	$1 293 943	$564 591	$46 619	$12 136	$168 412	$180 548	$13 735
(34) **SUB - TOTAL**	$47 779 398	$2 099 612	$40 643 898	$3 117 457	$283 680	$96 440	$1 387 637	$1 484 077	$150 674
(35) **Services, contracts & supplies**	$15 485 965	$136 366	$4 726 714	$3 547 100	$5 659 206	$200 707	$496 984	$697 691	$718 888
(36) **Cost recoveries & transfers (must balance to zero)**	$0	$444 470	($100 469)	($286 471)	($15 733)	$0	($41 797)	($41 797)	$0
(37) **Net school generated funds**	$565 564		$565 564						
Capital and debt services									
Amortization of capital assets									
(38) Supported	$2 223 226	$0	$0	$2 223 226	$0	$0	$0	$0	$0
(39) Unsupported	$561 470	$0	$377 194	$58 334	$16 094	$0	$109 848	$109 848	$0
(40) Total Amortization	$2 784 696	$0	$377 194	$2 281 560	$16 094	$0	$109 848	$109 848	$0
Interest on capital debt									
(41) Supported	$1 379 246	$0	$0	$1 379 246	$0	$0	$0	$0	$0
(42) Unsupported	$0	$0	$0	$0	$0	$0	$0	$0	$0
(43) Other interest charges	$0	$0	$0	$0	$0	$0	$0	$0	$0
(44) Losses on disposal of capital assets	$12 167	$0	$9 041	$3 126	$0	$0	$0	$0	$0
(45) **TOTAL EXPENSES** $68 007 036	$68 007 036	$2 680 448	$46 221 942	$10 042 018	$5 943 247	$297 147	$1 952 672	$2 249 819	$869 562
(46) Surplus(deficit) Before Funding Allocated for Capital Purposes	$170 631	$0	($158 496)	$31 424	$309 458			($11 755)	$0
TOTAL applicable number of students/children	9 306	649	8 981	9 306	8 711			9 306	
AVERAGE PROGRAM COSTS per applicable student/child	$7 308	$4 130	$5 147	$1 079	$682			$242	

School Jurisdiction Code: 2305

SCHEDULE B1 to the AFS
INSTRUCTION Grades 1 to 12 Program 2001-2002 Expenses

EXPENSES	INSTRUCTION (Grades 1 to 12)							
	All Student Instruction	School Admin. & Instruction Support	System Instruction Support	Mildly & Moderately Disabled and Gifted & Talented	Severely Disabled	Alberta Initiative for School Improvement	Student Health Initiative	Total Instruction (Grades 1 to 12)
Certificated salaries	$24,639,145	$2,994,238	$277,380	$961,145	$437,546	$759,526	$0	$30,068,980
Certificated benefits	$2,958,107	$343,715	$24,766	$114,327	$51,796	$10,395	$0	$3,503,106
Uncertificated salaries and wages	$839,195	$2,493,429	$83,442	$1,246,354	$1,050,255	$65,194	$0	$5,777,869
Uncertificated benefits	$197,173	$599,110	$26,972	$254,720	$202,871	$13,097	$0	$1,293,943
SUB - TOTAL REMUNERATION	$28,633,620	$6,430,492	$412,560	$2,576,546	$1,742,468	$848,212	$0	$40,643,898
Services, contracts & supplies	$3,568,452	$721,295	$77,928	$8,928	$15,053	$332,926	$2,132	$4,726,714
Cost recoveries & transfers	$43,621	($113,079)	$68,294	$10	$0	($99,315)	$0	($100,469)
Net school generated funds	$565,564							$565,564
Amortization of capital assets								
Supported	$0	$0	$0	$0	$0	$0	$0	$0
Unsupported	$377,194	$0	$0	$0	$0	$0	$0	$377,194
Total Amortization	$377,194	$0	$0	$0	$0	$0	$0	$377,194
Interest on capital debt								
Supported								$0
Unsupported	$0	$0	$0	$0	$0	$0	$0	$0
Other interest charges	$0	$0	$0	$0	$0	$0	$0	$0
Losses on disposal of capital assets	$9,041	$0	$0	$0	$0	$0	$0	$9,041
TOTAL EXPENSES	$33,197,492	$7,038,708	$558,782	$2,585,484	$1,757,521	$1,081,823	$2,132	$46,221,942
FTE Certificated				15	7			
FTE Uncertificated				52	44			

SCHEDULE B2 to the AFS
INSTRUCTION Grades 1 to 12 Program 2001-2002

	AB LEARNING INSTRUCTION BLOCK REVENUE	ALBERTA LEARNING OTHER REVENUE	NON-ALBERTA LEARNING REVENUE	INSTRUCTION BLOCK REALLOCATION	TOTAL REVENUE	TOTAL EXPENSES	NET
Basic Instruction	$37,361,905	$2,502,395	$2,556,254	$0	$42,420,554	$32,818,764	$9,601,790
School Admin & Instruction Support Expenses						$7,038,708	($7,038,708)
System Instruction Support Expenses						$558,782	($558,782)
Total Basic Instruction	$37,361,905	$2,502,395	$2,556,254	$0	$42,420,554	$40,416,254	$2,004,300
Sub-Programs & Initiatives							
Severely Disabled	$1,882,778		$0		$1,882,778	$1,757,521	$125,257
English as a Second Language	$7,220				$7,220	$7,220	$0
Enhanced Opportunities	$0				$0	$0	$0
Native Education Project	$86,455		$0		$86,455	$86,455	$0
Institutional Programs	$0				$0	$0	$0
Sparsity & Distance	$81,892				$81,892		$81,892
Growth & Density	$56,935				$56,935		$56,935
Teacher Assistants Program	$170,057				$170,057	$539,138	($369,081)
Early Literacy Initiative (K-2)	$304,806				$304,806	$627,201	($322,395)
Learning Resources (LRC credit used)	$81,981		$547,784		$629,765	$2,040,913	($1,411,148)
Supernet	$0				$0	$0	$0
Technology Integration	$377,024		$0		$377,024	$385,374	($8,350)
French as a Second Language(all jurisdictions)	$0				$0	$0	$0
Home Education	$41,344		$4,616		$45,960	$361,866	($315,906)
Emergent	$0				$0	$0	$0
Total Sub-Programs & Initiatives	$3,090,492		$552,400		$3,642,892	$5,805,688	($2,162,796)
INSTRUCTION, GRADES 1-12 (plus Early Lit. ECS)	$40,452,397	$2,502,395	$3,108,654	$0	$46,063,446	$46,221,942	($158,496)

School Jurisdiction Code: 2305

SCHEDULE C to the AFS
SUMMARY OF REVENUE TRANSFERS
BETWEEN ALBERTA LEARNING BLOCK ALLOCATIONS - 2001-2002

	Early Childhood Services	Instruction (Grades 1 to 12)	Operations and Maintenance	Transportation	Board and System Administration	External Services
Alberta Learning block allocations - Schedule A (Lines 1 & 2)	$2,621,213	$40,452,397	$3,080,632	$5,842,468	$2,143,136	
Reallocations permitted by the "Funding for School Authorities" manual						
From instruction block to:						
(1) External Services		$0				
From ECS component of instruction block:						
(1) Transportation (part of the 2% maximum) (Note)	($109,258)			$109,258		
(2) Operations and maintenance of schools (part of the 2% maximum) (Note)	$0					
From all or part of maximum 2% of instruction block to:						
(1) Operations and maintenance of schools		$0	$0			
(2) Transportation		$0		$0		
Calculation: 2% of **$43,073,610** = **$861,472** ***($109,258)***						
From instruction block (Growth & Denisty component) to:						
(1) Operations and maintenance of schools		$0	$0			
(2) Transportation		$0		$0		
Reallocations directed by the board of trustees						
From operations and maintenance of schools block to:						
(1) Transportation			$0	$0		
(2) Instruction		$0	$0			
From transportation block to:						
(1) Operations and maintenance			$0	$0		
(2) Instruction		$0		$0		
From board and system administration block to:						
(1) Transportation				$0	$0	
(2) Operations and maintenance of schools			$0		$0	
(3) Instruction		$0			$0	
From within the instruction block and its components:						
(1) Instruction to: Early childhood services (ECS)		$0				
(2) ECS to: Instruction	$0	$0				
AMOUNTS REFLECTED ON SCHEDULE A (Line 3)	($109,258)	$0	$0	$109,258	$0	$0

Note: Incremental ECS costs for transportation or O & M funded out of the instruction block should normally be recorded as a cost recovery on Schedule B rather than as a revenue transfer on this schedule.

School Jurisdiction Code: 2305

SCHEDULE D to the AFS
CALCULATION OF MAXIMUM ELIGIBLE EXPENSE LIMITS FOR BOARD (GOVERNANCE) AND SYSTEM ADMINISTRATION 2001-2002

STEP 1

Determine the total eligible revenue which is used as the BASE TOTAL to calculate the maximum eligible expense limits for Board and System Administration

Total Revenues (Schedule A):		
Instruction Block	- Grades ECS -12 (excluding technology integration and emergent)	$42,696,586
Support Block	- Operations & Maintenance	$3,080,632
	- Transportation	$5,842,468
SUBTOTAL		$51,619,686

Other Revenues	
Alberta Infrastructure (Operations & Maintenance)	$2,228,932
Other Alberta Learning revenues (Excluding One-Time Grant)	$89,764
Other - Government of Alberta (Excluding Alberta Finance)	$172,233
Federal government/First Nations	$1,491,908
Other Alberta school authorities	$37,338
Out of province local authorities	$0
Alberta municipalities	$29,058
Other sales and services	$826,795
Interest on investments	$245,387
Rentals of facilities	$7,307
Gains on disposal of capital assets	$6,204
Amortization of capital allocations	$2,223,226
School generated funds (Schedule E)	$2,123,835
BASE TOTAL FOR CALCULATING MAXIMUM EXPENSE LIMITS	**$61,101,673**

STEP 2

Calculation of maximum expense limit PERCENTAGE for Board and System Administration expenses

If "Total Net Enrolled Students" are 6,000 and over	= 4%	**4.00%**
If "Total Net Enrolled Students" are 2,000 and less	= 6%	

The Maximum Expense Limit for Board and System Administration is based on an arithmetical proration for the TOTAL FTE count for grades 1 -12, net of Home Education AND Adult students, between 2,000 to 6,000 at .0005 per FTE.

EXAMPLE: 4,500 FTE count grades 1-12 = 6,000 - 4,500 = 1,500 X .0005 = .75% plus 4% = maximum expense limit of 4.75%.

Note: Calculation unnecessary if Total FTE is 6,000 or more, and 2,000 & less.

STEP 3

Calculate maximum expense limit AMOUNTS for Board and System Administration expenses

Maximum Expense Limit percentage (Step 2) x Base Total (Step 1)		$2,444,067
Considerations for Charter Schools and Francophone Boards:		
If Charter School, enter 50,000	0	$0
If Francophone Board, enter 300,000	0	$0
(If none of these considerations apply, leave the above cells blank)		
MAXIMUM EXPENSE LIMIT		**$2,444,067**

STEP 4

Compare maximum expense limit amounts calculated in Step 3 to actual expenses (from Schedule A)

Actual Board Governance & System Administration expenses	$2,249,819
PLUS: transfers to Restricted - Operating (Board/System Administration)	$20,578
LESS: transfers from Restricted - Operating (Board/System Administration)	-$32,333
TOTAL BOARD GOVERNANCE & SYSTEM ADMINISTRATION EXPENSES	$2,238,064
Maximum Expense Limit for Board & System Administration (Step 3)	$2,444,067
ACTUAL EXPENSES - OVER(UNDER) MAXIMUM EXPENSE LIMIT	-$206,003

School Jurisdiction Code: 2305

SCHEDULE E to the AFS
SOURCE & APPLICATION OF SCHOOL GENERATED FUNDS (SGF) - 2001-2002

Unexpended SGF - Opening Balance August 31, 2001		$570,748
Source of School Generated Funds:		
Total School Generated Funds for the year (Note 1)	$2,123,835	
Less: SGF - related cost recoveries (Note 2)	$1,715,560	
- capitalized at the District level	$0	
Net Total	$408,275	
Plus: Donations Received (Note 3)	$35,893	
Equals: Net Additions to SGF		$444,168
Net SGF Available for discretionary spending		$1,014,916
Net SGF revenue and Net SGF expense - per schedule A, line 26 and line 37		
Net expended SGF for discretionary purposes (Note 4)		$565,564
Unexpended SGF - Closing Balance August 31, 2002		$449,352

Note 1 Excludes fees collected pursuant to Section 60(2)(j) of the School Act (e.g. instruction materials and technology fees determined by board policy or resolution). This is the amount used to calculate the administrative cap. See Schedule E.

Note 2 These are the expenses (a) incurred in generating SGF (e.g. fundraising expenses, printing of tickets, payment to DJ at school dance; cost of goods sold for school cafeteria/servery; staffing and supplies for a dinner; raffle prizes; supplies for a car wash; book fair purchases; meals for lunch program), or (b) collected and disbursed for the benefit of individual students (e.g. cost of field trips for student activities not leading to CEU's). Monies collected for CEU-related activities are not SGF. They are recorded as instruction fees.

Note 3 Donations are restricted to cash; gifts in kind are treated as board assets, not SGF. Amounts are net of related expenses.

Note 4 Only SGF expended for discretionary purposes are recorded as revenue and expense; unexpended funds are carried forward on the balance sheet to the succeeding year. Any capital items purchased with SGF should be treated as a SGF-related cost recovery.

School Jurisdiction Code: 2305

SCHEDULE F to the AFS
Operations and Maintenance Program 2001-2002 Expenses

EXPENSES	Operations and Maintenance								
	Maintenance Office & Shop Administration	Preventative Maintenance	Custodial	Fire/Security/ Safety Systems	Sites and Grounds Maintenance	Utilities and Communications	Expensed Block BQRP/Mod.	Capital & Debt Services and Transfers	Total Operations and Maintenance
Uncertificated salaries and wages	$260,398	$479,175	$1,813,293	$0	$0	$0	$0		$2,552,866
Uncertificated benefits	$47,043	$111,673	$405,875	$0	$0	$0	$0		$564,591
SUB - TOTAL REMUNERATION	$307,441	$590,848	$2,219,168	$0	$0	$0	$0		$3,117,457
Contracted Services	$0	$377,089	$2,300	$56,489	$267,375	$17,741	$781,296		$1,502,290
Supplies	$0	$794,123	$138,552		$0		$0		$932,675
Electricity						$689,570			$689,570
Natural Gas/Heating Fuel						$350,252			$350,252
Sewer and Water						$72,313			$72,313
Cost recoveries & transfers								($286,471)	($286,471)
Amortization of capital assets									
Supported								$2,223,226	$2,223,226
Unsupported	$0	$0	$0	$0	$0	$0	$0	$58,334	$58,334
Total Amortization	$0	$0	$0	$0	$0	$0	$0	$2,281,560	$2,281,560
Interest on capital debt									
Supported								$1,379,246	$1,379,246
Unsupported								$0	$0
Other interest charges								$0	$0
Losses on disposal of capital assets								$3,126	$3,126
TOTAL EXPENSES	$307,441	$1,762,060	$2,360,020	$56,489	$267,375	$1,129,876	$781,296	$3,377,461	$10,042,018
FTE Uncertificated (Board/Contract)	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0

Notes:

Maintenance Office & Shop Administration:	Includes all maintenance office related remuneration, supplies, services and contracts
Preventative Maintenance:	Includes all structural, architectural, mechanical and electrical maintenance items identified below - activities required for operating and maintaining the structure, envelope, roof, parkade, ramps/fire escapes, fixed exterior walls, exterior finishes of the buildings and outside doors/other barriers - activities for purchase, installation, maintenance and repair of mechanical and electrical systems for the maintenance buildings and schools
Custodial:	Includes all the activities required for ensuring the buildings are kept in a clean and tidy condition
Fire/Security/Safety Systems:	Includes all activities required for fire prevention/alarms systems, security personnel and alarm systems, detection systems and related safety systems for the property
Sites & Grounds Maintenance:	Sites & Grounds Maintenance: includes all activities required for maintenance and upkeep of exterior grounds, parking lots, athletic fields including snow removal and lawn care
Utilities & Communications:	Includes all cost related to electricity(light & power), natural gas and other heating fuels, sewer & water and all forms of communications
Expensed Block BQRP/Mod:	Includes all non-capital activities related to Block BQRP/Modernization expensed by the jurisdiction
Capital & Debt Services:	Includes all activities related to supported school amortization and debt interest expense. All unsupported amortization is allocated to the appropriate sub-categories

School Jurisdiction Code: 2305

SCHEDULE G to the AFS
DISCLOSURE OF SALARIES AND BENEFITS - 2001-2002
(SECTION 126.1 OF THE SCHOOL ACT)

	FTE's or Individuals	Remuneration	Benefits	Allowances	Performance Bonuses	ERIP's / Other	Total	Expenses
Board of Trustees:								
Chairman								
Name J. Smith	1	$13,407	$1,462	$0	$0	$0	$14,869	$4,461
Board Members:								
Name L. Benner	1	$12,053	$1,370	$0	$0	$0	$13,423	$6,077
Name S. Cornelius	1	$11,815	$2,821	$0	$0	$0	$14,636	$5,858
Name J. Kesanko	1	$11,942	$1,049	$0	$0	$0	$12,991	$3,519
Name R. Mah	0.8	$9,041	$234	$0	$0	$0	$9,275	$3,423
Name G. Gruber	0.8	$9,363	$1,572	$0	$0	$0	$10,935	$7,922
Name S. Waddle	0.8	$12,237	$2,356	$0	$0	$0	$14,593	$5,279
Name M. Anstey	0.2	$1,313	$639	$0	$0	$0	$1,952	$0
Name M. Cappis	0.2	$1,671	$44	$0	$0	$0	$1,715	$0
Name D. Plitt	0.2	$1,461	$182	$0	$0	$0	$1,643	$0
Name	0	$0	$0	$0	$0	$0	$0	$0
Subtotal	**7**	**$84,303**	**$11,729**	**$0**	**$0**	**$0**	**$96,032**	**$36,539**
Superintendent M. Campbell (2)	1	$120,948	$9,990	$0	$0	$0	$130,938	$12,416
Secretary/TreasurerT. Olson (2)	1	$107,738	$15,026	$0	$0	$0	$122,764	$6,406
Secretary (2)	0	$0	$0	$0	$0	$0	$0	$0
Treasurer (2)	0	$0	$0	$0	$0	$0	$0	$0
Certificated Salaries (1)	496	$31,228,710	$3,629,104	$0	$0	$4,000	$34,861,814	$178,577
Uncertificated Salaries & Wages (1)	480	$10,289,209	$2,244,621	$0	$0	$34,020	$12,567,850	$0
TOTALS		**$41,830,908**	**$5,910,470**	**$0**	**$0**	**$38,020**	**$47,779,398**	**$233,938**
				Sub-Total of Salaries and Benefits from Schedule A:			$47,779,398	

Notes: Please refer to completion information on page 15.

(1) Full time equivalents (FTE's)

(2) Employed or contracted

School Jurisdiction Code: 2305

SCHEDULE G1 to the AFS

DISCLOSURE OF SALARIES AND BENEFITS *(SECTION 148.1 OF THE SCHOOL ACT)*

COMPLETION INFORMATION

(1) Salary and benefits consist of and agree with the amounts properly recorded in the school jurisdiction's payroll records and related object codes for salaries, wages and benefits.

(2) **Remuneration** includes regular base salaries, administrative allowances, overtime, lump sum payments EXCEPTING TERMINATION BENEFITS (See #10A below), honoraria, deferred salary leave accruals and any other direct cash remuneration EXCEPTING PERFORMANCE PAY (See #10 below).

(3) Certificated salaries include the aggregate of all payments for certificated staff regardless of the length, nature or definition of the employment agreement. The number of full time equivalent staff should be measured as at September 30.

(4) Uncertificated salaries and wages should be measured in terms of the number of individuals employed as at September 30.

(5) Salary and benefits information should be the aggregate amount covering the same fiscal period as the audited financial statements.

(6) Salary must include deferred salary accruals.

(7) Salary includes only payments for services subject to an employer-employee relationship.

(8) **Benefits** include the employer's share of all employee benefits and contributions or payments made on behalf of employees including retirement pensions, Canada pension plan (CPP), employment insurance (EI), health care, dental coverage, vision coverage, out of country medical benefits, group life insurance, accidental disability and dismemberment insurance, long and short term disability plans.

(9) **Allowances** include all monies paid to an employee as miscellaneous **negotiated** allowances. This category will include car or travel allowances, isolation allowances, relocation expenses, sabbaticals, special leave with pay, financial and retirement planning services, and club memberships. ADMINISTRATIVE ALLOWANCES are included in **Remuneration**.

(10) **Performance Bonuses** include those monies paid to employees of the school authority that are tied to the achievement of some specifed goal or objective.

(10A) **Other** includes termination benefits ((severance pay, retiring allowances (ERIP's), sick leave and other settlement costs due to loss of employment).

(11) **Expenses** will include the reimbursements of travel, subsistence, moving costs, conference fees, etc., paid by the employee **or on his/her behalf** in performing the responsibilities of employment.

(12) The superintendent's remuneration is in terms of one individual who is the Chief Executive Officer. Benefits for the superintendent do not include Alberta Learning contributions to the Teachers Retirement Fund pension plan.

(13) A position should include salary, benefits and allowances earned by an individual who officially acted in a position while it was vacant. If a position was vacant and no one acted in the position, the position should not be disclosed.

(14) Benefits and allowances need not include an amount for automobile, housing or other benefits for which a value cannot be reasonably estimated.

(15) If a position is occupied by more than one individual during a year, the aggregate salary, benefits and allowances earned by the individuals in the position should be disclosed. An explanatory note should indicate the number of individuals.

AUDITED
FINANCIAL STATEMENTS
and Supporting Schedules
FOR THE YEAR ENDED AUGUST 31, 2002
[School Act, Sections 147(2)(a), 151(1) and 276]

PEACE RIVER SCHOOL DIVISION #10
Name of School Jurisdiction

BOX 6960, PEACE RIVER, ALBERTA T8S 1S7
Mailing Address

PHONE (780) 624-3601 FAX (780) 624-5941
Telephone and Fax Numbers

SCHOOL JURISDICTION MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The financial statements and supporting schedules of Peace River School Division #10 (Name of School Jurisdiction) presented to Alberta Learning have been prepared by school jurisdiction management which has responsibility for their preparation, integrity and objectivity. The financial statements and schedules, including notes, have been prepared in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

In fulfilling its reporting responsibilities, management has maintained internal control systems and procedures designed to provide reasonable assurance that the school jurisdiction's assets are safeguarded, that transactions are executed in accordance with appropriate authorization and that accounting records may be relied upon to properly reflect the school jurisdiction's transactions. The effectiveness of the control systems is supported by the selection and training of qualified personnel, an organizational structure that provides an appropriate division of responsibility and a strong budgetary system of control.

Board of Trustees Responsibility
The ultimate responsibility for the financial statements lies with the Board of Trustees. The Board reviewed the financial statements with management in detail and the Board approved the financial statements for release.

External Auditors
The Board appoints external auditors to audit the financial statements and meets with the auditors to review their findings. The external auditors have full and free access to school jurisdiction records.

Declaration of Management and Board Chairman
To the best of our knowledge and belief, these financial statements and supporting schedules reflect, in all material respects, the financial position and results of operations and cash flows for the year
in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

BOARD CHAIRMAN
ELAINE SKY — Name
Elaine Sky — Signature

SUPERINTENDENT
DAVE VAN TAMELEN — Name
Signature

SECRETARY TREASURER OR TREASURER
BRUCE MOLTZAN — Name
Signature

24-Oct-02
Dated

c.c. ALBERTA LEARNING, School Reporting Branch
9th Floor Commerce Place, 10155-102 Street, Edmonton AB T5J 4L5
EMAIL: [illegible]@gov.ab.ca
PHONE: (780) 427-[illegible] FAX: (780) 42[illegible]

School Jurisdiction Code: 1070

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Geoffrey Davidge Professional Corporation
A Member of Sutley Davidge
Association of Chartered Accountants

AUDITORS' REPORT

To the Board of Trustees of
Peace River School Division No. 10:

We have audited the statement of financial position of the Peace River School Division No. 10 as at August 31, 2002 and the statement of revenue and expenses, the statement of cash flows, the statement of changes in net assets, and the statement of deferred capital allocations for the year then ended. These financial statements are the responsibility of the Division's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with generally accepted auditing standards. Those standards require that we plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the financial position of the Division as at August 31, 2002 and the results of its operations and changes in its cash flows, net assets and capital allocations for the year then ended in accordance with generally accepted accounting principles.

Our audit was conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The supplementary information included in Schedules A through G is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such supplementary information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial information taken as a whole.

Chartered Accountants
Edmonton, Alberta
November 7, 2002

HEAD OFFICE
200 6005-103 Street
Edmonton, Alberta, T6H 2H3
Phone: (780)437-2130
Fax: (780)455-4920

School Jurisdiction Code: 1070

STATEMENT OF FINANCIAL POSITION

as at August 31

(in dollars)

		2002	2001
ASSETS			
Current assets			
Cash and temporary investments		$10,352,488	$7,425,487
Accounts receivable (net after allowances)			
Province of Alberta		$3,363,518	$1,631,612
Federal Government and/or First Nations		$196,903	$153,070
Alberta municipalities		$0	$0
Other Alberta school jurisdictions		$2,801	$3,312
Other		$150,690	$139,479
Prepaid expenses		$193,336	$80,031
Other current assets		$172,428	$237,235
Total current assets		$14,432,164	$9,670,226
School generated assets		$524,786	$438,849
Trust assets		$147,703	$127,184
Capital assets			
Land		$1,946,530	$1,946,530
Buildings	$45,398,850		
Less: accumulated amortization	($21,593,394)	$23,805,456	$21,410,312
Equipment	$854,422		
Less: accumulated amortization	($577,415)	$277,007	$223,671
Vehicles	$5,557,524		
Less: accumulated amortization	($3,227,825)	$2,329,699	$2,215,699
Total capital assets		$28,358,693	$25,796,212
TOTAL ASSETS		$43,463,346	$36,032,471
LIABILITIES			
Current liabilities			
Bank indebtedness		$0	$0
Accounts payable and accrued liabilities			
Province of Alberta		$674,154	$790,524
Federal Government and/or First Nations		$692	$2,003
Alberta municipalities		$0	$0
Other Alberta school jurisdictions		$0	$0
Other		$2,030,308	$775,350
Deferred revenue		$6,442,767	$3,605,036
Deferred capital allocations		$193,136	$110,052
Current portion of all long term debt		$1,123,704	$1,128,036
Total current liabilities		$10,464,762	$6,411,001
School generated liabilities		$524,786	$438,849
Trust liabilities		$147,703	$127,184
Unfunded employee future benefit liability		$0	$0
Long term debt			
Supported: Debentures and other supported debt		$10,506,909	$11,626,281
Less: Current portion of supported debt		($1,123,704)	($1,123,704)
Unsupported: Debentures and Capital Loans		$0	$4,332
Capital Leases		$0	$0
Mortgages		$0	$0
Less: Current portion of unsupported debt		$0	($4,332)
Unamortized capital allocations		$12,299,059	$9,113,567
Total long term liabilities		$22,354,753	$20,182,177
TOTAL LIABILITIES		$32,819,514	$26,593,178
NET ASSETS			
Unrestricted net assets		$1,947,492	$2,066,252
Operating Reserves		$998,715	$272,228
Accumulated Operating Surplus (Deficit)		$2,946,207	$2,338,480
Investment in capital assets		$5,552,725	$5,056,364
Capital Reserves		$2,144,900	$2,044,449
Total Capital Funds		$7,697,625	$7,100,813
Total net assets		$10,643,832	$9,439,293
TOTAL LIABILITIES AND NET ASSETS		$43,463,346	$36,032,471

School Jurisdiction Code: 1070

STATEMENT OF REVENUES AND EXPENSES

for the Year Ended August 31

(in dollars)

	Actual 2002	Budget 2002 (1)	Actual 2001 (2)
REVENUES			
Alberta Learning	$25,586,565	$26,775,490	$25,498,717
Alberta Infrastructure	$1,475,986	$88,810	$450,892
Alberta Finance	$1,133,325	$1,310,947	$1,525,424
Other Government of Alberta	$289,937	$0	$342,819
Federal Government and/or First Nations	$138,547	$80,151	$131,596
Other Alberta school authorities	$0	$247,811	$0
Out of province local authorities	$0	$27,470	$0
Alberta Municipalities (excluding supplementary requisitions)	$0	$32,975	$0
Instruction resource fees	$310,468	$239,530	$285,783
Transportation fees	$25,901	$26,000	$27,998
Other sales and services	$421,221	$359,334	$317,149
Investment income	$131,629	$202,000	$258,783
Gifts and donations	$98,894	$0	$48,718
Rentals of facilities	$71,987	$154,110	$73,636
Net school generated funds	$393,274	$326,821	$324,594
Gains on disposal of capital assets	$51,902	$7,500	$1,050
Amortization of capital allocations	$1,345,945	$1,210,345	$1,283,024
Total Revenues	$31,475,580	$31,089,294	$30,570,183
EXPENSES			
Certificated salaries	$12,653,201	$12,653,236	$12,181,186
Certificated benefits	$1,341,866	$1,477,361	$1,160,632
Uncertificated salaries and wages	$6,031,667	$4,478,956	$5,606,682
Uncertificated benefits	$765,297	$846,422	$809,170
Services, contracts and supplies	$6,409,709	$8,200,360	$6,785,693
Net school generated funds	$393,274	$326,821	$324,594
Capital and debt services			
Amortization of capital assets			
Supported	$1,345,945	$1,210,345	$1,283,024
Unsupported	$599,602	$432,412	$472,152
Total Amortization of capital assets	$1,945,547	$1,642,757	$1,755,176
Interest on capital debt			
Supported	$1,133,328	$1,310,947	$1,407,066
Unsupported	$0	$0	$0
Total Interest on capital debt	$1,133,328	$1,310,947	$1,407,066
Other interest charges	$0	$0	$100
Losses on disposal of capital assets	$3,302	$0	$2,556
Total Expenses	$30,677,191	$30,936,860	$30,032,855
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES BEFORE FUNDING ALLOCATED FOR CAPITAL PURPOSES	$798,389	$152,434	$537,328
Block BQRP revenue used for capital purposes	$0	$0	$0
Block MOD revenue used for capital purposes	$406,149	$0	$360,849
1999 One-time grant revenue used for capital purposes	$0	$0	$0
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES	$1,204,538	$152,434	$898,177

Note (1) 2001-2002 budget numbers as restated or taken from the finalized Budget Report pursuant to section 147(2)(b) of the School Act.

Note (2) 2000-2001 actuals as restated or taken from the finalized audited financial statements pursuant to Section 147(2)(a) of the School Act.

School Jurisdiction Code: 1070

STATEMENT OF CASH FLOWS

for the Year Ended August 31

(in dollars)

		2002	2001
CASH FLOWS FROM:			
A. OPERATIONS			
Surplus (deficit) of revenues over expenses for the year		$1,204,538	$898,178
Add (Deduct) items not requiring cash:			
Amortization of capital allocations revenue		($1,345,945)	($1,283,024)
Total amortization expense		$1,945,547	$1,755,176
Gains on disposal of capital assets		($51,902)	$0
Losses on sale of capital assets		$3,302	$0
Changes in accrued accounts:			
Accounts receivable		($1,786,439)	($663,518)
Prepaids and other current assets		($48,498)	$199,306
Payables and accrued liabilities		$1,137,277	($287,260)
Deferred revenue		$2,837,731	$1,728,888
Unfunded employee future benefit expense (recovery)		$0	$0
Other (e.g. change in net trust liabilities)		$0	$1,694
Total sources (uses) of cash from Operations		$3,895,611	$2,349,440
B. INVESTING ACTIVITIES			
Purchases of capital assets			
Land		$0	$0
Buildings		($3,813,882)	($1,826,714)
Equipment		($170,583)	($67,146)
Vehicles		($545,486)	($540,049)
Proceeds from disposal of capital assets		$70,524	$1,506
Other (describe)			$0
Total sources (uses) of cash from Investing activities		($4,459,427)	($2,432,403)
C. FINANCING ACTIVITIES			
Capital allocations received		$3,490,818	$1,465,864
Issue of long term debt		$0	$0
Repayment of long term debt		($1,123,704)	($1,128,034)
Add back: supported portion		$1,123,704	$1,123,704
Total sources (uses) from Financing activities		$3,490,817	$1,461,534
Net sources (uses) of cash equivalents* during year		$2,927,001	$1,378,571
Cash Equivalents at the beginning of the year		$7,425,487	$6,046,916
Cash Equivalents at the end of the year	$10,352,488	$10,352,488	$7,425,487

Note: Cash equivalents consist of:
- cash and temporary investments
- bank indebtedness

STATEMENT OF CHANGES IN NET ASSETS
for the Year Ended August 31, 2002
(in dollars)

School Jurisdiction Code: 0

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)	(14)	(15)
	TOTAL	INVESTMENT	UNRESTRICTED	TOTAL RESTRICTED	RESTRICTED NET ASSETS										
	NET ASSETS	IN CAPITAL	NET	NET ASSETS	School Based		Alberta Infrastructure			Board & System Admin.		Transportation		External Services	
	(Columns 2+3+4	ASSETS	ASSETS	Columns 5 to 15	Unsupported Operating Reserves	Unsupported Capital (Vehicle, Equip) Reserves	Unsupported O& M Operating Reserves	Supported School (Bldg/Land) Capital Reserves	Unsupported Capital (Bldg, Vehicle,Equip) Reserves	Unsupported Operating Reserves	Unsupported Capital (Bldg, Vehicle,Equip) Reserves	Unsupported Operating Reserves	Unsupported Capital (Bldg, Vehicle,Equip) Reserves	Unsupported Operating Reserves	Unsupported Capital (Bldg, Vehicle,Equip) Reserves
Balance at August 31, 2001	$9,439,293	$5,056,364	$1,956,200	$2,426,729	$164,837	$50,933	$0	$0	$622,234	$79,393	$390,609	$27,998	$1,090,726	$0	$0
Prior period adjustments (describe)															
deferred capital allocations (Note 3)	$0	$0	$110,052	($110,052)	$0	$0	$0	$0	($110,052)	$0	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
Adjusted Balance, Aug. 31, 2001	$9,439,293	$5,056,364	$2,066,252	$2,316,677	$164,837	$50,933	$0	$0	$512,182	$79,393	$390,609	$27,998	$1,090,726	$0	$0
Surplus(def) of revenue over expenses	$1,204,538		$1,204,538												
Block BQRP funded capital transactions		$0	$0												
Block MOD funded capital transactions		$406,149	($406,149)												
Board funded capital transactions		$716,069	($716,069)	$0	$0	$0	$0		$0	$0	$0	$0	$0	$0	$0
Donations of non-amortizable assets	$0	$0													
Amortization of capital assets		($1,945,547)	$1,945,547												
Amortization of capital allocations		$1,345,945	($1,345,945)												
Disposal of unsupported capital assets		($26,255)	$. 3,255	$0		$0			$0		$0		$0		$0
Disposal of supported capital assets	$0	$0		$0				$0							
Debt principal payments (unsupported)		$0	$0	$0	$0	$0	$0	$0	$0	$0	$0				
Net transfers to operating reserves			($878,965)	$878,965	$630,657	$0	$0	$0	$0	$78,307	$0	$170,000	$0	$0	$0
Net transfers from operating reserves			$152,478	($152,478)	($152,478)	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
Net transfers to capital reserves			($100,450)	$100,450		$1,280	$0	$0	$37,158		$27,162	$0	$34,850	$0	$0
Net transfers from capital reserves	$0		$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
Balance at August 31, 2002	$10,643,832	$5,552,725	$1,947,492	$3,143,614	$643,016	$52,212	$0	$0	$549,340	$157,700	$417,771	$197,998	$1,125,576	$0	$0

School Jurisdiction Code: 1070

STATEMENT OF CAPITAL ALLOCATIONS
(SUPPORTED CAPITAL FINANCING ONLY)
for the Year Ended August 31, 2002

(in dollars)

		Deferred Capital Allocations	Unamortized Capital Allocations
Balance at August 31, 2001		$110,052	$9,113,567
Add:			
Capital allocations from:	AB Infrastructure - New/Modernization Projects	$3,407,733	
	Other Government of Alberta		
	Federal Government and/or First Nations	$0	
	Alberta Municipalities	$0	
	Other Alberta school jurisdictions	$0	
	Other	$0	
Interest earned on provincial government capital allocations		$83,085	
Other capital grants and donations		$0	
Insurance proceeds		$0	
Donated capital assets (depreciable, at Fair Market Value)			$0
Transferred in capital assets (depreciable, at Net Book Value)			$0
Current Year Debenture Principal Repayment			$1,123,704
Expended capital allocations - current year		($3,407,733)	$3,407,733
Less:			
Unamortized Capital Allocation affected by a disposal through transfer out			$0
Capital allocations amortized to revenue			$1,345,945
Balance at August 31, 2002		$193,136	$12,299,059

Peace River School Division No. 10

Notes to the Financial Statements
For the Year Ended August 31, 2002

Note 1 Significant Accounting Policies and Reporting Practices

a) Revenue Recognition

Revenue is recognized as follows:

Instruction and support allocations are recognized in the year to which they relate.

Fees for service related to courses and programs are recognized as revenue when such courses and programs are delivered.

Capital allocations from the province or other agencies are recorded as deferred capital contributions until spent. Once spent, they are transferred to unamortized capital allocations which are amortized to revenue on the same basis as the capital asset acquired by the grant.

Unrestricted donations are recognized as revenue when they are received or receivable.

b) Capital Assets

Capital assets are recorded at cost. The cost less an estimated residual value is amortized over their estimated useful lives on a straight-line basis at the following rates:

Buildings	15 to 40 years
Equipment	5 years
Vehicles	7 to 12 years
Land Improvements	20 years

c) Inventories

Inventories are valued at the lower of cost and net realizable value as determined on a weighted average cost basis.

d) School Generated Funds

Funds generated from school based activities are included as assets, liabilities, revenues and expenses of the school jurisdiction because the accountability and control/ownership of these funds rests with school jurisdiction officials or their appointee(s).

e) Principal Payments on Capital Borrowings received from Alberta Learning

The principal payments on capital funds borrowed are shown as credits to the investment in capital assets when repaid.

f) Vacation Pay

Vacation Pay is recorded when earned.

g) Contributed Services

Volunteers assist schools operated by the Division in carrying out certain activities. Because of the difficulty of determining their fair value and of the fact such assistance is generally not otherwise purchased, contributed services are not recognized in the financial statements.

h) Budget Amounts

The budget was prepared by the Division's management with Board of Trustees approval given on May17, 2001. It is presented for information purposes only and has not been audited.

i) Approval of Financial Statements

These financial statements were approved by management.

j) Financial Instruments

The School Division's financial instruments consist of cash, accounts receivable, inventory, accounts payable and accrued liabilities, balance payable, long term debentures. It is management's opinion that the Division is not exposed to significant interest, currency or credit risks arising from these financial instruments. Unless otherwise noted, the fair value of these financial instruments approximate their carrying values.

Note 2 Long-term Debt

The school division has issued the following debentures to their Alberta Municipal Finance Corporation (A.M.F.C.) to finance construction of school buildings. The interest rates on these debentures range from 7 1/4% to 12%.

Total Debentures owing to A.M.F.C	$	10,506,909
Less due within one year		1,123,704
	$	9,383,205

Principal debt payments in the next five years are as follows:

2003	$	1,123,704
2004		1,456,133
2005		1,669,151
2006		1,701,982
2007 and thereafter		4,555,939
	$	10,506,909

Note 3 Accounts Receivable

		2002		2001
Provincial Government	$	3,363,518	$	1,631,612
Federal Government		196,903		153,070
Other Alberta School Jurisdictions		2,901		3,312
Other		150,590		139,479
	$	3,713,912	$	1,927,473

Note 4 Prepaid Exenses

Included in prepaid expenses are payments for conference registrations, telephone expenses, instructional supplies and prepaid insurance.

Note 5 Other Current Assets

Inventories of various departments as follows:

			2002		2001
a)	Transportation Shops	$	115,588	$	130,460
b)	Maintenance Shops		115,380		108,888
c)	Instructional Materials Centre		16,224		15,343
		$	247,192	$	254,691

Note 6 Capital Assets

	Cost	2002 Accumulated Amortization	2002 Net Book Value	2001 Net Book Value
Land	1,946,530		1,946,530	1,946,530
Buildings	45,398,851	21,593,394	23,805,457	21,410,312
Equipment	854,422	577,415	277,007	223,671
Vehicles	5,557,524	3,227,825	2,329,699	2,215,699
	$ 53,757,327	$ 25,398,634	$ 28,358,693	$ 25,796,212

Note 7 Reserves

Reserves created by authorization of the Boards of Trustees represent funds allocated for future capital expenditures. The reserves are established and expended in accordance with terms and conditions established by the Board.

	Balance at Beginning of Year	Appropriated During the Year	Utilized During the Year	Balance at End of the Year
Capital				
Land	$ 43,860	$ 1,101		$ 44,961
School Buildings	83,111	0		83,111
Maintenance Buildings	385,211	36,057		421,268
Transportation Buildings	251,292	13,760		265,052
Administration Buildings	390,609	27,162		417,771
Equipment	50,932	1,280		52,212
Transportation Vehicles	839,434	21,091		860,524
Operating				
Instructional	164,835	630,658	152,478	643,015
Transportation	27,998	170,000		197,998
Administration	79,393	78,308		157,701
	$ 2,316,675	$ 979,416	$ 152,478	$ 3,143,614

Note 8 Unamortized Capital Allocations

Unamortized capital allocations relate to grants received from Alberta Education for the acquisition of capital assets or the repayment of debt originally incurred for the purpose of acquiring capital assets. The changes in the unamortized capital allocations balance for the year are as follows:

	2002	2001
Balance at beginning of the year	9,113,567	7,807,023
Add: Current Year Debenture Principal repayment	1,123,704	
Add: Capital contribution received	3,407,733	1,306,544
Less: Amount amortized to revenue	1,345,945	
Balance at end of the year	$ 12,299,059	$ 9,113,567

Note 9 Revenues - Provincial Government

		2002		2001
Operating Allocations				
Department of Education				
Instruction Block	$	19,263,284	$	17,862,014
Support Block		6,323,271		7,146,869
Other				
Capital Allocations				
Alberta Learning				
Infrastructure- Capital funding		1,006,969		1,407,066
Infrastructure- expensed block BORP Block Mod		469,017		450,892
Alberta Finance-Debentures		1,133,325		
Other		289,937		342,819
	$	28,485,803	$	27,209,660

Note 10 Program Expenses

		2002		2001
Early Childhood Services		727,195		660,641
Instruction		16,875,254		16,346,245
School Admin & Instruction Support		2,669,042		2,424,957
Operations and Maintenance		5,589,730		5,838,925
Transportation		3,376,457		3,313,237
Board and System Administration		1,229,292		1,242,763
External Services		210,221		206,086
	$	30,677,191	$	30,032,854

Note 11 Excess (Deficiency of Revenue Over Expenses)

		2002		2001
Instruction Block				
Pooled Services	$	187,610	$	7,023
School Based Budgets		32,180		38,699
Operations and Maintenance		148,492		93,753
Transportation		357,009		417,716
Board and System Administration		76,002		(16,360)
External Services		(2,907)		(4,702)
	$	798,386	$	537,329

Note 12 Salaries, Wages and Benefits

	FTE	Salaries & Wages	Benefits Allow and Other	2002	2001
Chairman of the Board	1.00	13,290	10,923	24,213	21,176
Board Members					
Glenda Button	0.17				21,651
Sylvia O'Shea	0.83	4,988	1,420	6,408	
Erick Goldbeck	0.17	230		230	6,377
Colin Needham	0.83	6,122	673	6,795	
Cathy Hawryluk	0.17				5,606
Bonnie Paulovich	0.83	10,255	8,069	18,324	
Louise Woroniuk	1.00	14,482	6,212	20,694	30,449
Trudi Keillor	1.00	9,138	4,734	13,872	12,938
Dan Fletcher	0.17	907		907	15,829
Mark Neilson	0.83	11,748	8,209	19,957	
Superintendent	1.00	108,231	25,872	134,103	134,131
Secretary Treasurer	1.00	89,197	20,321	109,518	105,708
Salaries - Certificated	[illegible]	12,497,209	1,547,510	14,044,719	13,483,317
Salaries - Uncertificated	[illegible]	5,871,331	930,944	6,802,275	6,377,047
	$	18,637,128	$ 2,564,887	$ 21,202,015	$ 20,214,031

Note 13 School Generated Funds

		2002
Unexpended SGF - Opening Bal Aug 31/01		$ 438,849
School Generated Funds for the Year	1,126,331	
Less: Costs of Generating SGF	683,972	
Equals: Net SGF for the year	442,359	
Plus: Donations Received	36,852	
Equals: Total Funds Generated for the Year		479,211
Total School Generated Funds Available for the Year		918,060
Application of SGF		
Total Expended SGF for the year		393,274
Unexpended SGF - Closing Balance August 31/02		$ 524,786

Note 14 Prior Period Adjustment

Deferred Capital Allocations have been increased by $110,052. Unrestricted Net Assets have been increased by $110,052, Supported Capital Reserves have been decreased by $110,052 and deferred revenue has been decreased by $110,052 as the Division is supposed to put interest on capital contributions into Deferred Capital Allocations

Note 15 Deferred Revenue

	2002
Alberta Learning	212,735
Alberta Infrastructure	5,994,528
Early Intervention and Other Pooled Monies	112,372
Investment Income	123,132
	$ 6,442,767

1250

SCHEDULE A to the AFS

ALLOCATION OF REVENUES AND EXPENSES TO PROGRAMS - 2001-200:

School Jurisdiction Code: 1070

REVENUES	TOTAL	Early Childhood Services	Total Instruction (Grades 1 to 12)	Operations and Maintenance of Schools & Maintenance Shops	Transportation	Board & System Administration: Board Governance	Board & System Administration: System Admintration	Board & System Administration: Total Board & System Admin	External Services
Alberta Learning allocations									
(1) Instruction block	$18 343 010	$829 128	$17 513 882						
(2) Support block	$6 323 271			$1 390 861	$3 641 687			$1 290 723	
(3) Instruction & support block reallocations	$0	$0	($20 000)	$20 000	$0			$0	$0
(4) Alberta Initiative for School Improvement (AISI)	$386 611	$32 393	$354 219						
(5) Student Health Initiative (SHI)	$0	$0	$0						$0
(6) Teacher Salary Enhancement (TSE)	$533 673	$0	$529 693					$3 980	$0
(7) Regional Assessment Services (4 boards only)	$0								$0
(8) Regional P.D. Consortium (6 boards only)	$0								$0
(9) Other Alberta Learning revenues	$0	$0	$0	$0	$0			$0	$0
(10) **Total Alberta Learning Revenue**	$25 586 565	$861 521	$18 377 794	$1 410 861	$3 641 687			$1 294 703	$0
Alberta Infrastructure									
(11) Expensed Block Mod. Block BORP support	$469 017		$0	$469 017					
(12) Operations and Maintenance support	$1 006 969			$1 006 969					
(13) **Total Alberta Infrastructure Revenue**	$1 475 986		$0	$1 475 986					
(14) **Alberta Finance**	$1 133 328		$0	$1 133 328	$0			$0	
(15) **Other - Government of Alberta**	$289 937	$0	$289 937	$0	$0			$0	$0
(16) **Federal Government and/or First Nations**	$138 647	$0	$138 647	$0	$0			$0	$0
(17) **Other Alberta school authorities**	$0	$0	$0	$0	$0			$0	$0
(18) **Out of province local authorities**	$0	$0	$0	$0	$0			$0	$0
(19) **Alberta municipalities (excl. supplementary requisitions)**	$0	$0	$0	$0	$0			$0	$0
(20) **Instruction resource fees**	$310 468	$11 329	$299 139						
(21) **Transportation fees**	$25 901				$25 901				
(22) **Other sales and services**	$421 221	$0	$44 673	$145 282	$21 852			$2 100	$207 314
(23) **Investment income**	$131 629	$0	$0	$100 000	$23 137			$8 492	$0
(24) **Gifts and donations**	$98 894	$0	$98 894	$0	$0				$0
(25) **Rentals of facilities**	$71 987	$0	$0	$71 987	$0			$0	$0
(26) **Net school generated funds**	$393 274		$393 274					$0	
(27) **Gains on disposal of capital assets**	$51 902	$0	$6 175	$24 837	$20 890			$0	$0
(28) **Amortization of capital allocations**	$1 345 945		$0	$1 345 945	$0				
(29) **TOTAL REVENUES** $31 475 580	$31 475 580	$872 850	$19 648 433	$5 708 222	$3 732 467			$1 305 294	$207 314
EXPENSES									
(30) **Certificated salaries**	$12 653 206	$355 957	$11 995 441				$301 808	$301 808	$0
(31) **Certificated benefits**	$1 341 886	$34 419	$1 272 819				$34 829	$34 829	$0
(32) **Uncertificated salaries and wages**	$6 031 667	$255 865	$2 957 275	$931 936	$1 362 704	$71 140	$372 582	$443 722	$80 165
(33) **Uncertificated benefits**	$765 297	$33 953	$359 656	$136 220	$170 126	$278	$51 642	$51 920	$13 422
(34) **SUB - TOTAL**	$20 792 032	$680 189	$16 584 981	$1 068 156	$1 532 830	$71 418	$760 860	$832 278	$93 587
(35) **Services, contracts & supplies**	$6 409 739	$57 306	$2 476 242	$1 937 377	$1 468 557	$39 981	$313 912	$353 893	$118 534
(36) **Cost recoveries & transfers (must balance to zero)**	$0	$0	$0	$0	$0	$0	$0	$0	$0
(37) **Net school generated funds**	$393 274		$393 274						
Capital and debt services									
Amortization of capital assets									
(38) Supported	$1 345 945	$0	$0	$1 345 945	$0	$0	$0	$0	$0
(39) Unsupported	$599 602	$0	$107 072	$74 924	$374 485	$0	$43 121	$43 121	$0
(40) Total Amortization	$1 945 547	$0	$107 072	$1 420 869	$374 485	$0	$43 121	$43 121	$0
Interest on capital debt									
(41) Supported	$1 133 328	$0	$0	$1 133 328	$0	$0	$0	$0	$0
(42) Unsupported	$0	$0	$0	$0		$0	$0	$0	$0
(43) Other interest charges	$0	$0	$0	$0	$0	$0	$0	$0	$0
(44) Losses on disposal of capital assets	$3 252	$0	$2 717	$0	$535	$0	$0	$0	$0
(45) **TOTAL EXPENSES** $30 677 191	$30 677 191	$737 195	$19 564 296	$5 559 730	$3 376 457	$111 399	$1 117 893	$1 229 292	$210 221
(46) Surplus(deficit) Before Funding Allocated for Capital Purposes	$798 389	$135 655	$84 137	$148 492	$357 009			$76 002	($2 907)
TOTAL applicable number of students/children	3 544	131	5 413	3 544	3 977			3 544	
AVERAGE PROGRAM COSTS per applicable student/child	$8 656	$5 627	$3 614	$1 569	$849			$347	

SCHEDULE B1 to the AFS
INSTRUCTION Grades 1 to 12 Program 2001-2002 Expenses

EXPENSES	INSTRUCTION (Grades 1 to 12) All Student Instruction	School Admin. & Instruction Support	System Instruction Support	Mildly & Moderately Disabled and Gifted & Talented	Severely Disabled	Alberta Initiative for School Improvement	Student Health Initiative	Total Instruction (Grades 1 to 12)
Certificated salaries	$9,813,229	$1,240,169	$148,904	$683,901	$25,664	$83,573	$0	$11,995,441
Certificated benefits	$1,026,184	$143,115	$12,484	$78,425	$2,464	$9,946	$0	$1,272,619
Uncertificated salaries and wages	$1,113,225	$635,020	$9,918	$99,500	$1,011,881	$87,730	$0	$2,957,275
Uncertificated benefits	$105,392	$94,522	$1,488	$13,202	$132,355	$12,698	$0	$359,656
SUB - TOTAL REMUNERATION	$12,058,031	$2,112,826	$172,794	$875,028	$1,172,365	$193,947	$0	$16,584,991
Services, contracts & supplies	$1,685,915	$576,216	$23,457	$12,187	$82,071	$96,396	$0	$2,476,242
Cost recoveries & transfers	$0	$0	$0	$0	$0	$0	$0	$0
Net school generated funds	$393,274							$393,274
Amortization of capital assets								
Supported	$0	$0	$0	$0	$0	$0	$0	$0
Unsupported	$107,072	$0	$0	$0	$0	$0	$0	$107,072
Total Amortization	$107,072	$0	$0	$0	$0	$0	$0	$107,072
Interest on capital debt								
Supported	$0	$0	$0	$0	$0	$0	$0	$0
Unsupported	$0	$0	$0	$0	$0	$0	$0	$0
Other interest charges	$0	$0	$0	$0	$0	$0	$0	$0
Losses on disposal of capital assets	$2,717	$0	$0	$0	$0	$0	$0	$2,717
TOTAL EXPENSES	$14,247,008	$2,689,042	$196,252	$887,215	$1,254,436	$290,343	$0	$19,564,296
FTE Certificated				12	0			
FTE Uncertificated				5	51			

SCHEDULE B2 to the AFS
INSTRUCTION Grades 1 to 12 Program 2001-2002

	AB LEARNING INSTRUCTION BLOCK REVENUE	ALBERTA LEARNING OTHER REVENUE	NON-ALBERTA LEARNING REVENUE	INSTRUCTION BLOCK REALLOCATION	TOTAL REVENUE	TOTAL EXPENSES	NET
Basic Instruction	$14,427,817	$883,912	$969,853	($20,000)	$16,261,582	$14,305,425	$1,956,156
School Admin & Instruction Support Expenses						$2,689,042	($2,689,042)
System Instruction Support Expenses						$196,252	($196,252)
Total Basic Instruction	$14,427,817	$883,912	$969,853	($20,000)	$16,261,582	$17,190,719	($929,138)
Sub-Programs & Initiatives							
Severely Disabled	$893,968		$0		$893,968	$1,254,436	($360,468)
English as a Second Language	$36,822				$36,822	$36,822	$0
Enhanced Opportunities	$0				$0	$0	$0
Native Education Project	$84,037		$1,647		$85,684	$85,684	$0
Institutional Programs	$0				$0	$0	$0
Sparsity & Distance	$1,638,870				$1,638,870		$1,638,870
Growth & Density	$10,246				$10,246		$10,246
Teacher Assistants Program	$68,931				$68,931	$242,963	($174,033)
Early Literacy Initiative (K-2)	$126,157				$126,157	$144,415	($18,258)
Learning Resources (LRC credit used)	$28,147		$299,139		$327,285	$327,285	$0
Supernet	$0				$0	$0	$0
Technology Integration	$152,478		$0		$152,478	$235,561	($83,083)
French as a Second Language(all jurisdictions)	$13,408				$13,408	$13,408	$0
Home Education	$33,002		$0		$33,002	$33,002	$0
Emergent	$0				$0	$0	$0
Total Sub-Programs & Initiatives	$3,086,065		$300,786		$3,386,851	$2,373,577	$1,013,275
INSTRUCTION, GRADES 1-12 (plus Early Lit. ECS)	$17,513,882	$883,912	$1,270,639	($20,000)	$19,648,433	$19,564,296	$84,137

School Jurisdiction Code: 1070

SCHEDULE C to the AFS
SUMMARY OF REVENUE TRANSFERS
BETWEEN ALBERTA LEARNING BLOCK ALLOCATIONS - 2001-2002

	Early Childhood Services	Instruction (Grades 1 to 12)	Operations and Maintenance	Transportation	Board and System Administration	External Services
Alberta Learning block allocations - Schedule A (Lines 1 & 2)	$829,128	$17,513,882	$1,390,861	$3,641,687	$1,290,723	
Reallocations permitted by the "Funding for School Authorities" manual						
From instruction block to						
(1) External Services		$0				$0
From ECS component of instruction block						
(1) Transportation (part of the 2% maximum) (Note)	$0			$0		
(2) Operations and maintenance of schools (part of the 2% maximum) (Note)	$0					
From all or part of maximum 2% of instruction block to						
(1) Operations and maintenance of schools		($20,000)	$20,000			
(2) Transportation		$0		$0		
Calculation: 2% of *$18,343,010* = *$366,860* *($20,000)*						
From instruction block (Growth & Denisty component) to						
(1) Operations and maintenance of schools		$0	$0			
(2) Transportation		$0		$0		
Reallocations directed by the board of trustees						
From operations and maintenance of schools block to						
(1) Transportation			$0	$0		
(2) Instruction		$0	$0			
From transportation block to						
(1) Operations and maintenance			$0	$0		
(2) Instruction		$0		$0		
From board and system administration block to						
(1) Transportation				$0	$0	
(2) Operations and maintenance of schools			$0		$0	
(3) Instruction		$0			$0	
From within the instruction block and its components						
(1) Instruction to Early childhood services (ECS)	$0	$0				
(2) ECS to Instruction	$0	$0				
AMOUNTS REFLECTED ON SCHEDULE A (Line 3)	$0	($20,000)	$20,000	$0	$0	$0

Note: Incremental ECS costs for transportation or O & M funded out of the instruction block should normally be recorded as a cost recovery on Schedule B rather than as a revenue transfer on this schedule

School Jurisdiction Code: 1070

SCHEDULE D to the AFS
CALCULATION OF MAXIMUM ELIGIBLE EXPENSE LIMITS FOR BOARD (GOVERNANCE) AND SYSTEM ADMINISTRATION 2001-2002

STEP 1

Determine the total eligible revenue which is used as the BASE TOTAL to calculate the maximum eligible expense limits for Board and System Administration

Total Revenues (Schedule A):

Instruction Block	- Grades ECS -12 (excluding technology integration and emergent)	$18,190,532
Support Block	- Operations & Maintenance	$1,390,861
	- Transportation	$3,641,687
SUBTOTAL		$23,223,080

Other Revenues

Alberta Infrastructure (Operations & Maintenance)	$1,006,969
Other Alberta Learning revenues (Excluding One-Time Grant)	$0
Other - Government of Alberta (Excluding Alberta Finance)	$289,937
Federal government/First Nations	$138,547
Other Alberta school authorities	$0
Out of province local authorities	$0
Alberta municipalities	$0
Other sales and services	$421,221
Interest on investments	$131,629
Rentals of facilities	$71,987
Gains on disposal of capital assets	$51,902
Amortization of capital allocations	$1,345,945
School generated funds (Schedule E)	$1,126,331
BASE TOTAL FOR CALCULATING MAXIMUM EXPENSE LIMITS	**$27,807,548**

STEP 2

Calculation of maximum expense limit PERCENTAGE for Board and System Administration expenses

If "Total Net Enrolled Students" are 6,000 and over	= 4%	**5.30%**
If "Total Net Enrolled Students" are 2,000 and less	= 6%	

The Maximum Expense Limit for Board and System Administration is based on an arithmetical proration for the TOTAL FTE count for grades 1 -12, net of Home Education AND Adult students, between 2,000 to 6,000 at .0005 per FTE.

EXAMPLE: 4,500 FTE count grades 1-12 = 6,000 - 4,500 = 1,500 X .0005 = .75% plus 4% = maximum expense limit of 4.75%.

Note: Calculation unnecessary if Total FTE is 6,000 or more, and 2,000 & less.

STEP 3

Calculate maximum expense limit AMOUNTS for Board and System Administration expenses

Maximum Expense Limit percentage (Step 2) x Base Total (Step 1)		$1,474,162

Considerations for Charter Schools and Francophone Boards:

If Charter School, enter 50,000	0	$0
If Francophone Board, enter 300,000	0	$0
(If none of these considerations apply, leave the above cells blank)		
MAXIMUM EXPENSE LIMIT		**$1,474,162**

STEP 4

Compare maximum expense limit amounts calculated in Step 3 to actual expenses (from Schedule A)

Actual Board Governance & System Administration expenses	$1,229,292
PLUS: transfers to Restricted - Operating (Board/System Administration)	$78,307
LESS: transfers from Restricted - Operating (Board/System Administration)	$0
TOTAL BOARD GOVERNANCE & SYSTEM ADMINISTRATION EXPENSES	$1,307,599
Maximum Expense Limit for Board & System Administration (Step 3)	$1,474,162
ACTUAL EXPENSES - OVER(UNDER) MAXIMUM EXPENSE LIMIT	-$166,562

School Jurisdiction Code: 1070

SCHEDULE E to the AFS
SOURCE & APPLICATION OF SCHOOL GENERATED FUNDS (SGF) - 2001-2002

Unexpended SGF - Opening Balance August 31, 2001		$438,849
Source of School Generated Funds:		
Total School Generated Funds for the year (Note 1)	$1,126,331	
Less: SGF - related cost recoveries (Note 2)	$683,972	
- capitalized at the District level		
Net Total	$442,359	
Plus: Donations Received (Note 3)	$36,852	
Equals: Net Additions to SGF		$479,211
Net SGF Available for discretionary spending		$918,060
Net SGF revenue and Net SGF expense - per schedule A, line 26 and line 37		
Net expended SGF for discretionary purposes (Note 4)		$393,274
Unexpended SGF - Closing Balance August 31, 2002		$524,786

Note 1 Excludes fees collected pursuant to Section 60(2)(j) of the School Act (e.g. instruction materials and technology fees determined by board policy or resolution). This is the amount used to calculate the administrative cap. See Schedule E.

Note 2 These are the expenses (a) incurred in generating SGF (e.g. fundraising expenses, printing of tickets, payment to DJ at school dance; cost of goods sold for school cafeteria/servery; staffing and supplies for a dinner; raffle prizes; supplies for a car wash; book fair purchases; meals for lunch program), or (b) collected and disbursed for the benefit of individual students (e.g. cost of field trips for student activities not leading to CEU's). Monies collected for CEU-related activities are not SGF. They are recorded as instruction fees.

Note 3 Donations are restricted to cash; gifts in kind are treated as board assets, not SGF. Amounts are net of related expenses.

Note 4 Only SGF expended for discretionary purposes are recorded as revenue and expense; unexpended funds are carried forward on the balance sheet to the succeeding year. Any capital items purchased with SGF should be treated as a SGF-related cost recovery.

School Jurisdiction Code: 1070

SCHEDULE F to the AFS
Operations and Maintenance Program 2001-2002 Expenses

	Operations and Maintenance								
EXPENSES	Maintenance Office & Shop Administration	Preventative Maintenance	Custodial	Fire/Security/ Safety Systems	Sites and Grounds Maintenance	Utilities and Communications	Expensed Block BQRP/Mod.	Capital & Debt Services and Transfers	Total Operations and Maintenance
Uncertificated salaries and wages	$931,936	$0		$0	$0	$0	$0		$931,936
Uncertificated benefits	$136,220	$0	$0	$0	$0	$0	$0		$136,220
SUB - TOTAL REMUNERATION	$1,068,156	$0	$0	$0	$0	$0	$0		$1,068,156
Contracted Services	($252,372)	$9,208	$834,267	$8,127	$47,677	$9,844	$379,868		$1,036,621
Supplies	$7,194	$105,260	$29,697		$0		$82,983		$225,134
Electricity						$453,530			$453,530
Natural Gas/Heating Fuel						$141,586			$141,586
Sewer and Water						$80,506			$80,506
Cost recoveries & transfers								$0	$0
Amortization of capital assets									
Supported								$1,345,945	$1,345,945
Unsupported	$74,924	$0	$0	$0	$0	$0	$0	$0	$74,924
Total Amortization	$74,924	$0	$0	$0	$0	$0	$0	$1,345,945	$1,420,869
Interest on capital debt									
Supported								$1,133,328	$1,133,328
Unsupported								$0	$0
Other interest charges								$0	$0
Losses on disposal of capital assets								$0	$0
TOTAL EXPENSES	$897,902	$114,468	$863,964	$8,127	$47,677	$685,467	$462,851	$2,479,273	$5,559,730
FTE Uncertificated (Board/Contract)	11.0	0.0	19.0	0.0	0.0	0.0	0.0	0.0	30.0

Notes:

Maintenance Office & Shop Administration:	Includes all maintenance office related remuneration, supplies, services and contracts.
Preventative Maintenance:	Includes all structural, architectural, mechanical and electrical maintenance items identified below. - activities required for operating and maintaining the structure, envelope, roof, parkade, ramps/fire escapes, fixed exterior walls, exterior finishes of the buildings and outside doors/other barriers - activities for purchase, installation, maintenance and repair of mechanical and electrical systems for the maintenance buildings and schools.
Custodial:	Includes all the activities required for ensuring the buildings are kept in a clean and tidy condition.
Fire/Security/Safety Systems:	Includes all activities required for fire prevention/alarms systems, security personnel and alarm systems, detection systems and related safety systems for the property.
Sites & Grounds Maintenance:	Sites & Grounds Maintenance: includes all activities required for maintenance and upkeep of exterior grounds, parking lots, athletic fields including snow removal and lawn care.
Utilities & Communications:	Includes all cost related to electricity(light & power), natural gas and other heating fuels, sewer & water and all forms of communications.
Expensed Block BQRP/Mod:	Includes all non-capital activities related to Block BQRP/Modernization expensed by the jurisdiction.
Capital & Debt Services:	Includes all activities related to supported school amortization and debt interest expense. All unsupported amortization is allocated to the appropriate sub-categories.

School Jurisdiction Code: 1070

SCHEDULE G to the AFS
DISCLOSURE OF SALARIES AND BENEFITS - 2001-2002
(SECTION 126.1 OF THE SCHOOL ACT)

			FTE's or Individuals	Remuneration	Benefits	Allowances	Performance Bonuses	ERIP's / Other	Total	Expenses
Board of Trustees:										
Chairman										
Name	Elaine Sky		1	$13,290	$31	$0	$0	$0	$13,321	$10,892
Board Members:										
Name	Glenda Button		0.17	$0	$0	$0	$0	$0	$0	$0
Name	Sylvia O'Shea		0.83	$4,988	$0	$0	$0	$0	$4,988	$1,420
Name	Erick Goldbeck		0.17	$230	$0	$0	$0	$0	$230	$0
Name	Colin Needham		0.83	$6,122	$0	$0	$0	$0	$6,122	$673
Name	Cathy Hawryluk		0.17	$0	$0	$0	$0	$0	$0	$0
Name	Bonnie Paulovich		0.83	$10,255	$111	$0	$0	$0	$10,366	$7,958
Name	Louise Woroniuk		1	$14,462	$17	$0	$0	$0	$14,479	$6,215
Name	Trudi Keillor		1	$9,138	$24	$0	$0	$0	$9,162	$4,710
Name	Dan Fletcher		0.17	$907	$0	$0	$0	$0	$907	$0
83	Mark Neilson		0.83	$11,748	$96	$0	$0	$0	$11,844	$8,113
Subtotal			**7**	**$71,140**	**$278**	**$0**	**$0**	**$0**	**$71,418**	**$39,981**
Superintendent	Dave Van Tamelen	(2)	1	$108,231	$8,520	$0	$0	$0	$116,751	$17,352
Secretary/Treasurer	Bruce Moltzan	(2)	1	$89,197	$8,253	$0	$0	$0	$97,450	$12,068
Secretary		(2)	0	$0	$0	$0	$0	$0	$0	$0
Treasurer		(2)	0	$0	$0	$0	$0	$0	$0	$0
Certificated Salaries		(1)	199.7	$12,497,209	$1,333,346	$0	$0	$47,760	$13,878,315	$166,404
Uncertificated Salaries & Wages		(1)	230.55	$5,871,331	$756,766	$0	$0	$0	$6,628,097	$174,178
TOTALS				**$18,637,109**	**$2,107,163**	**$0**	**$0**	**$47,760**	**$20,792,032**	**$409,983**
					Sub-Total of Salaries and Benefits from Schedule A				$20,792,032	

Notes: Please refer to completion information on page 15.
(1) Full time equivalents (FTE's)
(2) Employed or contracted

School Jurisdiction Code: 1070

SCHEDULE G1 to the AFS

DISCLOSURE OF SALARIES AND BENEFITS *(SECTION 148.1 OF THE SCHOOL ACT)*

COMPLETION INFORMATION

(1) Salary and benefits consist of and agree with the amounts properly recorded in the school jurisdiction's payroll records and related object codes for salaries, wages and benefits.

(2) **Remuneration** includes regular base salaries, administrative allowances, overtime, lump sum payments EXCEPTING TERMINATION BENEFITS (See #10A below), honoraria, deferred salary leave accruals and any other direct cash remuneration EXCEPTING PERFORMANCE PAY (See #10 below).

(3) Certificated salaries include the aggregate of all payments for certificated staff regardless of the length, nature or definition of the employment agreement. The number of full time equivalent staff should be measured as at September 30.

(4) Uncertificated salaries and wages should be measured in terms of the number of individuals employed as at September 30.

(5) Salary and benefits information should be the aggregate amount covering the same fiscal period as the audited financial statements.

(6) Salary must include deferred salary accruals.

(7) Salary includes only payments for services subject to an employer-employee relationship.

(8) **Benefits** include the employer's share of all employee benefits and contributions or payments made on behalf of employees including retirement pensions, Canada pension plan (CPP), employment insurance (EI), health care, dental coverage, vision coverage, out of country medical benefits, group life insurance, accidental disability and dismemberment insurance, long and short term disability plans.

(9) **Allowances** include all monies paid to an employee as miscellaneous **negotiated** allowances. This category will include car or travel allowances, isolation allowances, relocation expenses, sabbaticals, special leave with pay, financial and retirement planning services, and club memberships. ADMINISTRATIVE ALLOWANCES are included in **Remuneration**.

(10) **Performance Bonuses** include those monies paid to employees of the school authority that are tied to the achievement of some specifed goal or objective.

(10A) **Other** includes termination benefits ((severance pay, retiring allowances (ERIP's), sick leave and other settlement costs due to loss of employment).

(11) **Expenses** will include the reimbursements of travel, subsistence, moving costs, conference fees, etc., paid by the employee **or on his/her behalf** in performing the responsibilities of employment.

(12) The superintendent's remuneration is in terms of one individual who is the Chief Executive Officer. Benefits for the superintendent do not include Alberta Learning contributions to the Teachers Retirement Fund pension plan.

(13) A position should include salary, benefits and allowances earned by an individual who officially acted in a position while it was vacant. If a position was vacant and no one acted in the position, the position should not be disclosed.

(14) Benefits and allowances need not include an amount for automobile, housing or other benefits for which a value cannot be reasonably estimated.

(15) If a position is occupied by more than one individual during a year, the aggregate salary, benefits and allowances earned by the individuals in the position should be disclosed. An explanatory note should indicate the number of individuals.

School Jurisdiction Code: [illegible]

AUDITED
FINANCIAL STATEMENTS
and Supporting Schedules
FOR THE YEAR ENDED AUGUST 31, 2002
[School Act, Sections 147(2)(a), 151(1) and 276]

Peace Wapiti School Board No. 33

Name of School Jurisdiction

8611A - 108 Street, Grande Prairie, AB T8V 4C5

Mailing Address

(780)532-8133 (780)532-4234

Telephone and Fax Numbers

SCHOOL JURISDICTION MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The financial statements and supporting schedules of Peace Wapiti School Board No. 33 (Name of School Jurisdiction) presented to Alberta Learning have been prepared by school jurisdiction management which has responsibility for their preparation, integrity and objectivity. The financial statements and schedules, including notes, have been prepared in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

In fulfilling its reporting responsibilities, management has maintained internal control systems and procedures designed to provide reasonable assurance that the school jurisdiction's assets are safeguarded, that transactions are executed in accordance with appropriate authorization and that accounting records may be relied upon to properly reflect the school jurisdiction's transactions. The effectiveness of the control systems is supported by the selection and training of qualified personnel, an organizational structure that provides an appropriate division of responsibility and a strong budgetary system of control.

Board of Trustees Responsibility
The ultimate responsibility for the financial statements lies with the Board of Trustees. The Board reviewed the financial statements with management in detail and the Board approved the financial statements for release.

External Auditors
The Board appoints external auditors to audit the financial statements and meets with the auditors to review their findings. The external auditors have full and free access to school jurisdiction records.

Declaration of Management and Board Chairman
To the best of our knowledge and belief, these financial statements and supporting schedules reflect, in all material respects, the financial position and results of operations and cash flows for the year in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

BOARD CHAIRMAN

Mrs. Lynne Phillips
Name
Lynne Phillips
Signature

SUPERINTENDENT

Dr. Darwin Eckstrom
Name
Signature

SECRETARY TREASURER OR TREASURER

Mrs. Leslie J. Cage
Name
Signature

21-Nov-02
Dated

c.c. ALBERTA LEARNING, School Reporting Branch,
8th Floor Commerce Place, 10155-102 Street, Edmonton AB T5J 4L5
EMAIL: Cindy.Jarry@gov.ab.ca
PHONE: (780) 427-7762 FAX: (780) 422-[illegible]

School Jurisdiction Code: 3345

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FLETCHER
MUDRYK
& CO. LLP
CHARTERED ACCOUNTANTS

[illegible]
[illegible] Avenue
Grande Prairie, Alberta
[illegible]

Phone: [illegible]
Fax: [illegible]
Email: [illegible]

AUDITOR'S REPORT

To the Board of Trustees
Peace Wapiti School Board No. 33

We have audited the statement of financial position of the **Peace Wapiti School Board No. 33** as at August 31, 2002 and the statements of revenues and expenses, cash flows, changes in net assets and capital allocations for the year then ended. These financial statements are the responsibility of the school jurisdiction's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform the audit to obtain reasonable assurance as to whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the financial position of the school jurisdiction as at August 31, 2002 and the revenues and expenses, cash flows, changes in net assets and capital allocations for the year then ended in accordance with Canadian generally accepted accounting principles.

Our audit was conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The supplementary information included in Schedules A through G is presented for the purpose of additional analysis and is not a required part of the basic financial statements. Such supplementary information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

Grande Prairie
October 31, 2002

Fletcher Mudryk + Co.
Chartered Accountants

STATEMENT OF FINANCIAL POSITION

as at August 31

(in dollars)

		2002	2001
ASSETS			
Current assets			
Cash and temporary investments		$13,027,185	$15,509,619
Accounts receivable (net after allowances)			
Province of Alberta		$1,792,710	$1,549,505
Federal Government and/or First Nations		$126,492	$115,888
Alberta municipalities		$0	$0
Other Alberta school jurisdictions		$0	$0
Other		$101,699	$109,773
Prepaid expenses		$478,989	$409,378
Other current assets		$323,461	$341,457
Total current assets		$15,850,536	$18,035,620
School generated assets		$825,408	$814,815
Trust assets		$75,885	$56,189
Capital assets			
Land		$1,029,862	$1,024,994
Buildings	$58,980,641		
Less: accumulated amortization	($33,566,472)	$25,414,169	$22,659,566
Equipment	$2,707,851		
Less: accumulated amortization	($1,347,477)	$1,360,374	$611,796
Vehicles	$10,190,268		
Less: accumulated amortization	($4,578,090)	$5,612,178	$5,408,139
Total capital assets		$33,416,583	$29,704,495
TOTAL ASSETS		$50,168,412	$48,611,119
LIABILITIES			
Current liabilities			
Bank indebtedness		$0	$0
Accounts payable and accrued liabilities			
Province of Alberta		$879,813	$962,621
Federal Government and/or First Nations		$44,893	$26,530
Alberta municipalities		$0	$0
Other Alberta school jurisdictions		$0	$0
Other		$4,516,320	$4,316,698
Deferred revenue		$2,241,785	$2,384,300
Deferred capital allocations		$748,751	$3,168,759
Current portion of all long term debt		$1,333,660	$1,333,660
Total current liabilities		$9,765,222	$12,192,568
School generated liabilities		$825,408	$814,815
Trust liabilities		$75,885	$56,189
Unfunded employee future benefit liability		$0	$0
Long term debt			
Supported: Debentures and other supported debt		$13,734,210	$15,067,870
Less: Current portion of supported debt		($1,333,660)	($1,333,660)
Unsupported: Debentures and Capital Loans		$0	$0
Capital Leases		$0	$0
Mortgages		$0	$0
Less: Current portion of unsupported debt		$0	$0
Unamortized capital allocations		$11,832,442	$7,020,819
Total long term liabilities		$25,134,285	$21,626,033
TOTAL LIABILITIES		$34,899,507	$33,818,601
NET ASSETS			
Unrestricted net assets		$379,053	$706,570
Operating Reserves		$3,070,786	$5,020,368
Accumulated Operating Surplus (Deficit)		$3,449,839	$5,726,938
Investment in capital assets		$7,830,095	$7,615,804
Capital Reserves		$3,988,971	$1,449,776
Total Capital Funds		$11,819,066	$9,065,580
Total net assets		$15,268,905	$14,792,518
TOTAL LIABILITIES AND NET ASSETS		$50,168,412	$48,611,119

School Jurisdiction Code: 3345

STATEMENT OF REVENUES AND EXPENSES

for the Year Ended August 31

(in dollars)

	Actual 2002	Budget 2002 (1)	Actual 2001 (2)
REVENUES			
Alberta Learning	$38,496,970	$40,976,305	$38,435,968
Alberta Infrastructure	$2,430,217	$1,578,825	$1,909,670
Alberta Finance	$1,827,138	$1,750,000	$2,068,573
Other Government of Alberta	$106,830	$80,000	$89,683
Federal Government and/or First Nations	$736,863	$641,510	$685,392
Other Alberta school authorities	$131,917	$124,500	$168,545
Out of province local authorities	$151,376	$187,600	$187,299
Alberta Municipalities (excluding supplementary requisitions)	$49,941	$55,100	$38,379
Instruction resource fees	$418,085	$381,120	$421,907
Transportation fees	$0	$0	$0
Other sales and services	$627,521	$297,180	$420,777
Investment income	$474,751	$326,320	$733,636
Gifts and donations	$25,232	$0	$48,026
Rentals of facilities	$4,912	$0	$52,905
Net school generated funds	$813,757	$1,000,000	$900,653
Gains on disposal of capital assets	$54,302	$0	$52,685
Amortization of capital allocations	$1,287,299	$1,350,000	$1,260,834
Total Revenues	$47,637,111	$48,748,460	$47,474,932
EXPENSES			
Certificated salaries	$19,632,667	$18,154,420	$18,931,726
Certificated benefits	$1,930,211	$2,125,240	$2,116,126
Uncertificated salaries and wages	$8,470,266	$8,704,470	$7,744,957
Uncertificated benefits	$1,691,929	$3,775,560	$1,664,957
Services, contracts and supplies	$10,594,125	$10,814,680	$10,731,671
Net school generated funds	$813,757	$1,000,000	$900,653
Capital and debt services			
Amortization of capital assets			
Supported	$1,287,299	$1,350,000	$1,260,834
Unsupported	$1,123,978	$1,127,170	$1,013,524
Total Amortization of capital assets	$2,411,277	$2,477,170	$2,274,358
Interest on capital debt			
Supported	$1,475,730	$1,750,000	$1,612,953
Unsupported	$0	$2,000	$0
Total interest on capital debt	$1,475,730	$1,752,000	$1,612,953
Other interest charges	$1,721	$0	$1,840
Losses on disposal of capital assets	$0	$0	$0
Total Expenses	$47,021,683	$48,803,540	$45,979,241
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES BEFORE FUNDING ALLOCATED FOR CAPITAL PURPOSES	$615,428	($55,080)	$1,495,691
Block BQRP revenue used for capital purposes	$0	$0	$0
Block MOD revenue used for capital purposes	$0	$0	$0
1999 One-time grant revenue used for capital purposes	$0	$0	$0
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES	$615,428	($55,080)	$1,495,691

Note (1) 2001-2002 budget numbers as restated or taken from the finalized Budget Report pursuant to section 147(2)(b) of the School Act

Note (2) 2000-2001 actuals as restated or taken from the finalized audited financial statements pursuant to Section 147(2)(a) of the School Act

School Jurisdiction Code: 3345

STATEMENT OF CASH FLOWS

for the Year Ended August 31

(in dollars)

		2002	2001
CASH FLOWS FROM:			
A. OPERATIONS			
Surplus (deficit) of revenues over expenses for the year		$615,428	$1,495,691
Add (Deduct) items not requiring cash:			
Amortization of capital allocations revenue		($1,287,299)	($1,260,834)
Total amortization expense		$2,411,277	$2,274,358
Gains on disposal of capital assets		($54,302)	($52,685)
Losses on sale of capital assets		$0	$0
Changes in accrued accounts:			
Accounts receivable		($245,735)	$244,226
Prepaids and other current assets		($51,615)	($281,762)
Payables and accrued liabilities		$135,177	$325,484
Deferred revenue		($142,515)	$1,147,601
Unfunded employee future benefit expense (recovery)		$0	$0
Other (e.g. change in net trust liabilities)		($81,749)	($77,125)
Total sources (uses) of cash from Operations		$1,298,667	$3,814,954
B. INVESTING ACTIVITIES			
Purchases of capital assets			
Land		($4,869)	$0
Buildings		($4,072,414)	($1,131,589)
Equipment		($987,383)	($325,069)
Vehicles		($1,115,991)	($1,560,182)
Proceeds from disposal of capital assets		$54,302	$56,233
Other (describe)		$0	$0
Total sources (uses) of cash from Investing activities		($6,126,355)	($2,960,607)
C. FINANCING ACTIVITIES			
Capital allocations received		$2,345,254	$4,277,094
Issue of long term debt		$0	$0
Repayment of long term debt		($1,333,660)	($1,354,548)
Add back: supported portion		$1,333,660	$1,354,548
Total sources (uses) from Financing activities		$2,345,254	$4,277,094
Net sources (uses) of cash equivalents* during year		($2,482,434)	$5,131,441
Cash Equivalents at the beginning of the year		$15,509,619	$10,378,178
Cash Equivalents at the end of the year	$13,027,185	$13,027,185	$15,509,619

Note: Cash equivalents consist of:
- cash and temporary investments
- bank indebtedness

School Jurisdiction Code: 0

STATEMENT OF CHANGES IN NET ASSETS
for the Year Ended August 31, 2002
(in dollars)

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)	(14)	(15)
	TOTAL	INVESTMENT	UNRESTRICTED	TOTAL RESTRICTED	RESTRICTED NET ASSETS										
					School Based		Alberta Infrastructure			Board & System Admin.		Transportation		External Services	
	NET ASSETS (Columns 2+3+4	IN CAPITAL ASSETS	NET ASSETS	NET ASSETS Columns 5 to 15	Unsupported Operating Reserves	Unsupported Capital (Vehicle Equip) Reserves	Unsupported O&M Operating Reserves	Supported School (Bldg/Land) Capital Reserves	Unsupported Capital (Bldg Vehicle Equip) Reserves	Unsupported Operating Reserves	Unsupported Capital (Bldg Vehicle Equip) Reserves	Unsupported Operating Reserves	Unsupported Capital (Bldg Vehicle Equip) Reserves	Unsupported Operating Reserves	Unsupported Capital (Bldg Vehicle Equip) Reserves
Balance at August 31, 2001	$14,792,518	$7,615,804	$706,570	$6,470,144	$2,404,956	$153,896	$710,662	$0	$211,502	$863,774	$225,854	$917,095	$858,524	$123,881	$0
Prior period adjustments (describe)															
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0		$0
Adjusted Balance, Aug. 31, 2001	$14,792,518	$7,615,804	$706,570	$6,470,144	$2,404,956	$153,896	$710,662	$0	$211,502	$863,774	$225,854	$917,095	$858,524	$123,881	$0
Surplus(def) of revenue over expenses	$615,428		$615,428												
Block BQRP funded capital transactions		$0	$0												
Block MOD funded capital transactions		$0	$0												
Board funded capital transactions		$1,338,269	$0	($1,338,269)	$0	($182,754)	$0		($87,949)	$0	($27,905)	$0	($1,039,661)	$0	$0
Donations of non-amortizable assets	$0	$0													
Amortization of capital assets		($2,411,277)	$2,411,277												
Amortization of capital allocations		$1,287,299	($1,287,299)												
Disposal of unsupported capital assets			($54,302)	$54,302		$0			$5,250		$0		$49,052		$0
Disposal of supported capital assets	$0	$0	$0	$0				$0							
Debt principal payments (unsupported)		$0	$0	$0	$0	$0	$0	$0	$0	$0	$0				
Net transfers to operating reserves			($1,533,370)	$1,533,370	$795,540	$0	$0	$0	$0	$3,500	$0	$719,170	$0	$15,160	$0
Net transfers from operating reserves	($139,041)		$3,343,911	($3,482,952)	($505,318)	$0	($600,000)	$0	$0	($822,230)	$0	($1,416,363)	$0	($139,041)	$0
Net transfers to capital reserves			($3,823,162)	$3,823,162	$0	$174,527	$0	$0	$55,308	$0	$1,387,038	$0	$2,206,289	$0	$0
Net transfers from capital reserves	$0		$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
Balance at August 31, 2002	$15,268,905	$7,830,095	$379,053	$7,059,757	$2,695,178	$145,669	$110,662	$0	$184,111	$45,044	$1,584,987	$219,902	$2,074,204	$0	$0

School Jurisdiction Code: 3345

STATEMENT OF CAPITAL ALLOCATIONS
(SUPPORTED CAPITAL FINANCING ONLY)
for the Year Ended August 31, 2002

(in dollars)

		Deferred Capital Allocations	Unamortized Capital Allocations
Balance at August 31, 2001		$3,168,759	$7,020,819
Add:			
Capital allocations from:	AB Infrastructure - New/Modernization Projects	$2,271,804	
	Other Government of Alberta	$0	
	Federal Government and/or First Nations	$0	
	Alberta Municipalities	$0	
	Other Alberta school jurisdictions	$0	
	Other	$1,675	
Interest earned on provincial government capital allocations		$71,775	
Other capital grants and donations		$0	
Insurance proceeds		$0	
Donated capital assets (depreciable, at Fair Market Value)			$0
Transferred in capital assets (depreciable, at Net Book Value)			$0
Current Year Debenture Principal Repayment			$1,333,660
Expended capital allocations - current year		($4,765,262)	$4,765,262
Less:			
Unamortized Capital Allocation affected by a disposal through transfer out			$0
Capital allocations amortized to revenue			$1,287,299
Balance at August 31, 2002		$748,751	$11,832,442

PEACE WAPITI SCHOOL BOARD NO. 33
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED AUGUST 31, 2002

1. AUTHORITY AND PURPOSE

The School Jurisdiction delivers education programs under the authority of the *School Act*, Chapter S-3, Statutes of Alberta, January 1, 2002.

The jurisdiction receives block allocations for instruction and support under Regulation 72/95. The regulation limits funding and expenses for administration. It permits the jurisdiction, within specified limits, to reallocate funding between the instruction and support blocks.

2. SIGNIFICANT ACCOUNTING POLICIES

These financial statements have been prepared in accordance with Canadian generally accepted accounting principles (GAAP) and accounting policies consistent with those prescribed by Alberta Learning for Alberta school jurisdictions. The precise determination of many assets and liabilities is dependent on future events. As a result, the preparation of financial statements for a period involves the use of estimates and approximations, which have been made using careful judgement. Actual results could differ from those estimates and approximations. The financial statements have, in management's opinion, been properly prepared within reasonable limits of materiality and within the framework of the accounting policies summarized below.

Revenue Recognition

Revenue is recognized as follows:

Instruction and support allocations are recognized in the year to which they relate.

Fees for services related to courses and programs are recognized as revenue when such courses and programs are delivered.

Capital allocations from the province or other agencies are recorded as deferred capital allocations until spent. Once spent, they are transferred to unamortized capital allocations, which are then amortized to revenue on the same basis as the amortization of the capital asset acquired.

Unrestricted contributions are recognized as revenue when received and receivable. Contributions in-kind are recorded at fair market value when reasonably determinable.

Externally restricted contributions are deferred and recognized as revenue in the period in which the restriction is complied with. Endowment funds, which are to be retained as net assets, are recorded as direct increases in trust assets and liabilities.

Inventory

Inventory is recorded at the lower of cost and net realizable value. Cost is determined on a first-in, first-out basis.

Prepaid Expenses

Certain expenditures incurred and paid before the close of the school year are for specific school supplies which will be consumed subsequent to the year-end, and are accordingly recorded as prepaid expenses. Certain insurance expenses fall into this category.

2. SIGNIFICANT ACCOUNTING POLICIES - continued

Capital Assets

Capital assets with a cost greater than $5,000 are recorded at cost. Rates of amortization applied on a straight-line basis to write off the cost of capital assets over their estimated useful lives are as follows:

Buildings	3.33%	(30 years)
Equipment	10% to 20%	(5 years to 10 years)
Vehicles	10% to 20%	(5 years to 10 years)

No amortization is recorded in the year of acquisition.

When capital assets are sold or scrapped, the cost of the asset and the related accumulated amortization are removed from the accounts and any resulting gain or loss on disposal is reflected in income. Full amortization is recorded in the year of disposition.

School Generated Funds

These are funds in the community, which come under the control and responsibility of the school principal and are for school activities. These funds are usually collected and retained at the school for expenditures paid at the school level (e.g. yearbook, student graduation fees, field trip fees, etc.)

Vacation Pay

Vacation pay is accrued in the period in which the employee earns the benefit.

Contributed Services

Volunteers contribute a considerable number of hours per year to various schools, which are within the school board to ensure that certain programs are delivered, such as kindergarten, lunch services and the raising of school generated funds. Because of the difficulty of compiling these hours and the fact that these services are not otherwise purchased, contributed services are not recognized in the financial statements.

Pensions

Pension costs included in these statements comprise the cost of employer contributions for current service of employees during the year.

The current service and past service costs of the Alberta Teacher Retirement Fund are met by contributions by active members and the Government of Alberta. Under the terms of the Teachers Pension Plan Act, the Peace Wapiti School Board No. 33 does not make pension contributions for certificated staff.

The school board participates in the multi-employer pension plan, Local Authorities Pension Plan. The expense for this pension plan is equivalent to the annual contributions of $156,587 for the year ended August 31, 2002. At December 31, 2001, the Local Authorities Pension Plan reported a surplus of $[illegible] (2000 - $583,523,000).

Operating and Capital Reserves

Reserves are established at the discretion of the Board of Trustees of the jurisdiction to set aside funds for operating and for future capital expenditures. Such reserves are appropriations of accumulated surplus.

Employee Future Benefits

The jurisdiction accounted for the future cost of employee benefits commencing in the 2001/2002 school year using the retroactive approach. There is no financial impact to the jurisdiction at this time.

2. SIGNIFICANT ACCOUNTING POLICIES - continued

Financial Instruments

The jurisdiction's financial instruments consist of cash, accounts receivable, accounts payable, accrued liabilities and long-term debt. It is management's opinion that the jurisdiction is not exposed to significant interest, currency or credit risks arising from these financial instruments. Unless otherwise noted, the fair values of these financial instruments approximate their carrying values. The jurisdiction has invested surplus funds in accordance with Section 60 of the *School Act* and Section 5 of the *Trustee Act*.

Measurement Uncertainty

The preparation of the financial statements in conformity with Canadian generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. By their nature, these estimates are subject to measurement uncertainty and the effect on the financial statements of changes in such estimates in future periods could be significant.

3. LONG-TERM DEBT

	2002	2001
Debentures	$ 13,734,210	$ 15,067,870
Less current portion	1,333,660	1,333,660
	$ 12,400,550	$ 13,734,210

The debenture debt bears interest at rates varying between [illegible] and 12.0%. The debenture debt is fully supported by Alberta Finance. The current portion of long-term debt consists entirely of amounts payable by Alberta Treasury on supported debt; therefore, the working capital (current assets minus current liabilities) is understated by this amount. Debenture payments due over the next five years are as follows:

	Principal	Interest	Total
2003	$ 1,333,660	$ 1,419,149	$ 2,752,809
2004	$ 1,333,660	$ 1,279,759	$ 2,613,419
2005	$ 1,287,491	$ 1,140,370	$ 2,427,861
2006	$ 1,287,491	$ 1,005,657	$ 2,293,148
2007	$ 1,180,015	$ 970,944	$ 2,150,959

4. CONTINGENCIES

Contingent Asset

The jurisdiction is a member of a reciprocal insurance exchange called Alarie. A portion of the premiums paid each year represents equity contributions to the insurance fund. These payments have been recorded as expenditures in the financial statements as the value of equity is subject to liability claims and is not an asset that the jurisdiction can liquidate.

4. CONTINGENCIES - Continued

Contingent Liability

The jurisdiction is a member of the Alberta Local Authorities Reciprocal Insurance Exchange (ALARIE). Under the terms of membership, the jurisdiction could become liable for its proportionate share of any claim losses in excess of the funds held by the exchange. Any liability incurred would be accounted for as a current transaction in the year the losses are determined.

5. BUDGET AMOUNTS

The budget was prepared by the school jurisdiction and approved by the Board of Trustees. It is presented for information purposes only and has not been audited.

6. DEFERRED CAPITAL ALLOCATIONS

Capital allocations received for qualifying capital projects initiated by the jurisdiction have been capitalized. These allocations are amortized on a basis consistent with the capital asset that the allocation funded.

7. UNAMORTIZED CAPITAL ALLOCATIONS

Unamortized capital allocations (UCA) represents the jurisdiction's net investment in capital assets (other than land and equipment) purchased prior to September 1, 1995. The total debenture payments increase the balance in the UCA account, with the amortization expense on related assets acting as a deduction to the account. Transfers from the deferred capital allocation account also increase the balance in the UCA account.

8. COMMITMENTS

Executive Contracts

The school jurisdiction has entered into personnel contracts with its executive management team. In the event that these contracts are cancelled or not renewed by the Board, there could be a liability incurred as per the termination clauses in the executive contracts.

Real Property Purchase

The school jurisdiction has committed to the purchase of land and building from the County of Grande Prairie No. 1 for $2,950,000.

COMPARATIVE FIGURES

The Budget 2002 and Actual 2001 comparative figures have been reclassified where necessary to conform to Actual 2002 presentation.

SCHEDULE A to the AFS
ALLOCATION OF REVENUES AND EXPENSES TO PROGRAMS - 2001-2002

School Jurisdiction Code: 3345

REVENUES	TOTAL	Early Childhood Services	Total Instruction (Grades 1 to 12)	Operations and Maintenance of Schools & Maintenance Shops	Transportation	Board & System Adminstration			External Services
						Board Governance	System Admintration	Total Board & System Admin	
Alberta Learning allocations									
(1) Instruction block	$29 043 377	$1 291 846	$27 751 531						
(2) Support block	$9 098 345			$2 085 818	$5 353 562			$1 658 965	
(3) Instruction & support block reallocations	$0	$0	($475 420)	$250 000	$250 000			($24 580)	$0
(4) Alberta Initiative for School Improvement (AISI)	$661 265	$0	$661 265						
(5) Student Health Initiative (SHI)	$0	$0	$0						$0
(6) Teacher Salary Enhancement (TSE)	$845 450	$22 163	$813 923					$9 364	$0
(7) Regional Assessment Services (4 boards only)	$0								$0
(8) Regional P.D. Consortium (6 boards only)	$79 954								$79 954
(9) Other Alberta Learning revenues	($1 231 421)	$0	($1 231 465)	$0	$0			$44	$0
(10) **Total Alberta Learning Revenue**	$38 496 970	$1 314 009	$27 519 834	$2 335 818	$5 603 562			$1 643 793	$79 954
Alberta Infrastructure									
(11) Expensed Block Mod, Block BQRP support	$950 965		$0	$950 965					
(12) Operations and Maintenance support	$1 479 252			$1 479 252					
(13) **Total Alberta Infrastructure Revenue**	$2 430 217		$0	$2 430 217					
(14) **Alberta Finance**	$1 827 138		$0	$1 719 894	$102 949			$4 295	
(15) **Other - Government of Alberta**	$106 830	$0	$103 232	$0	$871			$2 727	$0
(16) **Federal Government and/or First Nations**	$736 863	$12 696	$693 977	$0	$0			$30 190	$0
(17) **Other Alberta school authorities**	$131 917	$0	$98 045	$0	$29 589			$4 283	$0
(18) **Out of province local authorities**	$151 376	$0	$94 381	$0	$54 758			$2 237	$0
(19) **Alberta municipalities (excl. supplementary requisitions)**	$49 941	$0	$27 700	$0	$21 351			$890	$0
(20) **Instruction resource fees**	$418 085	$13 270	$404 815						
(21) **Transportation fees**	$0				$0				
(22) **Other sales and services**	$627 521	$202	$265 216	$208 208	$77 424			$26 616	$49 855
(23) **Investment income**	$474 751	$0	$177 896	$112 073	$45 592			$139 190	$0
(24) **Gifts and donations**	$25 232	$125	$25 107	$0	$0				$0
(25) **Rentals of facilities**	$4 912	$0	$0	$0	$0			$4 912	$0
(26) **Net school generated funds**	$813 757		$813 757					$0	
(27) **Gains on disposal of capital assets**	$54 302	$0	$5 250	$0	$49 052			$0	$0
(28) **Amortization of capital allocations**	$1 287 299		$0	$1 287 299	$0				
(29) **TOTAL REVENUES** $47 637 111	$47 637 111	$1 340 302	$30 229 210	$8 093 509	$5 985 148			$1 859 133	$129 809
EXPENSES									
(30) **Certificated salaries**	$19 632 667	$509 868	$18 788 098				$334 701	$334 701	$0
(31) **Certificated benefits**	$1 930 211	$52 403	$1 861 402				$16 406	$16 406	$0
(32) **Uncertificated salaries and wages**	$8 470 266	$495 031	$3 552 767	$929 768	$2 669 554	$98 951	$689 087	$788 038	$35 108
(33) **Uncertificated benefits**	$1 691 929	$81 837	$658 188	$164 846	$637 187	$27 522	$115 860	$143 382	$6 489
(34) **SUB - TOTAL**	$31 725 073	$1 139 139	$24 860 455	$1 094 614	$3 306 741	$126 473	$1 156 054	$1 282 527	$41 597
(35) **Services, contracts & supplies**	$10 594 125	$164 766	$3 961 528	$4 491 915	$1 301 146	$110 723	$485 591	$596 314	$78 456
(36) **Cost recoveries & transfers (must balance to zero)**	$0	$19 493	$296 822	($196 322)	($131 835)	$117	$17 163	$17 280	($5 438)
(37) **Net school generated funds**	$813 757		$813 757						
Capital and debt services									
Amortization of capital assets									
(38) Supported	$1 287 299	$0	$0	$1 287 299	$0	$0	$0	$0	$0
(39) Unsupported	$1 123 978	$0	$242 476	$50 477	$754 207	$0	$76 818	$76 818	$0
(40) Total Amortization	$2 411 277	$0	$242 476	$1 337 776	$754 207	$0	$76 818	$76 818	$0
Interest on capital debt									
(41) Supported	$1 475 730	$0	$0	$1 475 730	$0	$0	$0	$0	$0
(42) Unsupported	$0	$0	$0	$0	$0	$0	$0	$0	$0
(43) Other interest charges	$1 721	$0	$0	$0	$0	$0	$1 644	$1 644	$77
(44) Losses on disposal of capital assets	$0	$0	$0	$0	$0	$0	$0	$0	$0
(45) **TOTAL EXPENSES** $47 021 683	$47 021 683	$1 323 398	$30 175 038	$8 203 713	$5 230 259	$237 313	$1 737 270	$1 974 583	$114 692
(46) Surplus(deficit) Before Funding Allocated for Capital Purposes	$615 428	$16 904	$54 172	($110 204)	$754 889			($115 450)	$15 117
TOTAL applicable number of students/children	5 799 0	365	5 321 0	5 676 0	4 816			5 799 0	
AVERAGE PROGRAM COSTS per applicable student/child	$8 109	$3 626	$5 671	$1 445	$1 086			$341	

School Jurisdiction Code: 3345

SCHEDULE B1 to the AFS
INSTRUCTION Grades 1 to 12 Program 2001-2002 Expenses

EXPENSES	INSTRUCTION (Grades 1 to 12)							
	All Student Instruction	School Admin. & Instruction Support	System Instruction Support	Mildly & Moderately Disabled and Gifted & Talented	Severely Disabled	Alberta Initiative for School Improvement	Student Health Initiative	Total Instruction (Grades 1 to 12)
Certificated salaries	$15,039,401	$1,971,334	$0	$731,918	$516,982	$528,463	$0	$18,788,098
Certificated benefits	$1,549,494	$112,226	$0	$85,289	$60,248	$54,145	$0	$1,861,402
Uncertificated salaries and wages	$782,035	$1,295,373	$0	$182,661	$1,240,532	$52,166	$0	$3,552,767
Uncertificated benefits	$132,168	$268,992	$0	$31,842	$216,255	$8,931	$0	$658,188
SUB - TOTAL REMUNERATION	$17,503,098	$3,647,925	$0	$1,031,710	$2,034,017	$643,705	$0	$24,860,455
Services, contracts & supplies	$2,875,359	$786,912	$0	$88,813	$196,105	$14,339	$0	$3,961,528
Cost recoveries & transfers	$190,051	$827	$0	$51,361	$51,361	$3,222	$0	$296,822
Net school generated funds	$813,757							$813,757
Amortization of capital assets								
Supported	$0	$0	$0	$0	$0	$0	$0	$0
Unsupported	$232,689	$0	$0	$2,146	$7,641	$0	$0	$242,476
Total Amortization	$232,689	$0	$0	$2,146	$7,641	$0	$0	$242,476
Interest on capital debt								
Supported	$0	$0	$0	$0	$0	$0	$0	$0
Unsupported	$0	$0	$0	$0	$0	$0	$0	$0
Other interest charges	$0	$0	$0	$0	$0	$0	$0	$0
Losses on disposal of capital assets	$0	$0	$0	$0	$0	$0	$0	$0
TOTAL EXPENSES	$21,614,954	$4,435,664	$0	$1,174,030	$2,289,124	$661,266	$0	$30,175,038
FTE Certificated				11.8	8.3			
FTE Uncertificated				9.4	63.9			

SCHEDULE B2 to the AFS
INSTRUCTION Grades 1 to 12 Program 2001-2002

	AB LEARNING INSTRUCTION BLOCK REVENUE	ALBERTA LEARNING OTHER REVENUE	NON-ALBERTA LEARNING REVENUE	INSTRUCTION BLOCK REALLOCATION	TOTAL REVENUE	TOTAL EXPENSES	NET
Basic Instruction	$21,863,945	$243,723	$2,304,561	($475,420)	$23,936,809	$21,784,953	$2,151,856
School Admin & Instruction Support Expenses						$4,435,664	($4,435,664)
System Instruction Support Expenses						$0	$0
Total Basic Instruction	$21,863,945	$243,723	$2,304,561	($475,420)	$23,936,809	$26,220,617	($2,283,808)
Sub-Programs & Initiatives							
Severely Disabled	$1,057,942		$0		$1,057,942	$2,289,124	($1,231,182)
English as a Second Language	$51,984				$51,984	$51,984	$0
Enhanced Opportunities	$0				$0	$0	$0
Native Education Project	$82,352		$0		$82,352	$93,285	($10,933)
Institutional Programs	$58,237				$58,237	$58,237	$0
Sparsity & Distance	$3,767,580				$3,767,580		$3,767,580
Growth & Density	$128,168				$128,168		$128,168
Teacher Assistants Program	$101,876				$101,876	$200,826	($98,950)
Early Literacy Initiative (K-2)	$179,829				$179,829	$202,750	($22,921)
Learning Resources (LRC credit used)	$49,994		$404,815		$454,809	$413,155	$41,654
Supernet	$0				$0	$0	$0
Technology Integration	$213,770		$0		$213,770	$443,205	($229,435)
French as a Second Language(all jurisdictions)	$6,023				$6,023	$0	$6,023
Home Education	$189,831		$0		$189,831	$201,855	($12,024)
Emergent	$0				$0	$0	$0
Total Sub-Programs & Initiatives	$5,887,586		$404,815		$6,292,401	$3,954,421	$2,337,980
INSTRUCTION, GRADES 1-12 (plus Early Lit. ECS)	$27,751,531	$243,723	$2,709,376	($475,420)	$30,229,210	$30,175,038	$54,172

SCHEDULE C to the AFS
SUMMARY OF REVENUE TRANSFERS
BETWEEN ALBERTA LEARNING BLOCK ALLOCATIONS - 2001-2002

	Early Childhood Services	Instruction (Grades 1 to 12)	Operations and Maintenance	Transportation	Board and System Administration	External Services
Alberta Learning block allocations - Schedule A (Lines 1 & 2)	$1,291,846	$27,751,531	$2,085,818	$5,353,562	$1,658,965	
Reallocations permitted by the "Funding for School Authorities" manual						
From instruction block to:						
(1) External Services		$0				$0
From ECS component of instruction block:						
(1) Transportation (part of the 2% maximum) (Note)	$0			$0		
(2) Operations and maintenance of schools (part of the 2% maximum) (Note)	$0		$0			
From all or part of maximum 2% of instruction block to:						
(1) Operations and maintenance of schools		($250,000)	$250,000			
(2) Transportation		($250,000)		$250,000		
Calculation: 2% of ***$29,043,377*** ***=*** ***$580,868*** ***($500,000)***						
From instruction block (Growth & Denisty component) to:						
(1) Operations and maintenance of schools		$0	$0			
(2) Transportation		$0		$0		
Reallocations directed by the board of trustees						
From operations and maintenance of schools block to:						
(1) Transportation			$0	$0		
(2) Instruction		$0	$0			
From transportation block to:						
(1) Operations and maintenance			$0	$0		
(2) Instruction		$0		$0		
From board and system administration block to:						
(1) Transportation				$0	$0	
(2) Operations and maintenance of schools			$0		$0	
(3) Instruction		$24,580			($24,580)	
From within the instruction block and its components:						
(1) Instruction to: Early childhood services (ECS)	$0	$0				
(2) ECS to: Instruction	$0	$0				
AMOUNTS REFLECTED ON SCHEDULE A (Line 3)	$0	($475,420)	$250,000	$250,000	($24,580)	$0

Note: Incremental ECS costs for transportation or O & M funded out of the instruction block should normally be recorded as a cost recovery on Schedule B rather than as a revenue transfer on this schedule.

School Jurisdiction Code: 3345

SCHEDULE D to the AFS
CALCULATION OF MAXIMUM ELIGIBLE EXPENSE LIMITS FOR BOARD (GOVERNANCE) AND SYSTEM ADMINISTRATION 2001-2002

STEP 1

Determine the total eligible revenue which is used as the BASE TOTAL to calculate the maximum eligible expense limits for Board and System Administration

Total Revenues (Schedule A):

Instruction Block	- Grades ECS -12 (excluding technology integration and emergent)	$28,829,607
Support Block	- Operations & Maintenance	$2,085,818
	- Transportation	$5,353,562
SUBTOTAL		$36,268,987

Other Revenues

Alberta Infrastructure (Operations & Maintenance)	$1,479,252
Other Alberta Learning revenues (Excluding One-Time Grant)	$3,149
Other - Government of Alberta (Excluding Alberta Finance)	$106,830
Federal government/First Nations	$736,863
Other Alberta school authorities	$131,917
Out of province local authorities	$151,376
Alberta municipalities	$49,941
Other sales and services	$627,521
Interest on investments	$474,751
Rentals of facilities	$4,912
Gains on disposal of capital assets	$54,302
Amortization of capital allocations	$1,287,299
School generated funds (Schedule E)	$1,320,577
BASE TOTAL FOR CALCULATING MAXIMUM EXPENSE LIMITS	**$42,697,677**

STEP 2

Calculation of maximum expense limit PERCENTAGE for Board and System Administration expenses

If "Total Net Enrolled Students" are 6,000 and over	= 4%	**4.41%**
If "Total Net Enrolled Students" are 2,000 and less	= 6%	

The Maximum Expense Limit for Board and System Administration is based on an arithmetical proration for the TOTAL FTE count for grades 1 -12, net of Home Education AND Adult students, between 2,000 to 6,000 at .0005 per FTE.

EXAMPLE: 4,500 FTE count grades 1-12 = 6,000 - 4,500 = 1,500 X .0005 = .75% plus 4% = maximum expense limit of 4.75%.

Note: Calculation unnecessary if Total FTE is 6,000 or more, and 2,000 & less.

STEP 3

Calculate maximum expense limit AMOUNTS for Board and System Administration expenses

Maximum Expense Limit percentage (Step 2) x Base Total (Step 1)		$1,882,968
Considerations for Charter Schools and Francophone Boards:		
If Charter School, enter 50,000	0	$0
If Francophone Board, enter 300,000	0	$0
(If none of these considerations apply, leave the above cells blank)		
MAXIMUM EXPENSE LIMIT		**$1,882,968**

STEP 4

Compare maximum expense limit amounts calculated in Step 3 to actual expenses (from Schedule A)

Actual Board Governance & System Administration expenses	$1,974,583
PLUS: transfers to Restricted - Operating (Board/System Administration)	$3,500
LESS: transfers from Restricted - Operating (Board/System Administration)	-$822,230
TOTAL BOARD GOVERNANCE & SYSTEM ADMINISTRATION EXPENSES	$1,155,853
Maximum Expense Limit for Board & System Administration (Step 3)	$1,882,968
ACTUAL EXPENSES - OVER(UNDER) MAXIMUM EXPENSE LIMIT	-$727,115

School Jurisdiction Code: 3345

SCHEDULE E to the AFS
SOURCE & APPLICATION OF SCHOOL GENERATED FUNDS (SGF) - 2001-2002

Unexpended SGF - Opening Balance August 31, 2001		$814,815
Source of School Generated Funds:		
Total School Generated Funds for the year (Note 1)	$1,320,577	
Less: SGF - related cost recoveries (Note 2)	$528,138	
- capitalized at the District level	$0	
Net Total	$792,439	
Plus: Donations Received (Note 3)	$31,911	
Equals: Net Additions to SGF		$824,350
Net SGF Available for discretionary spending		$1,639,165
Net SGF revenue and Net SGF expense - per schedule A, line 26 and line 37		
Net expended SGF for discretionary purposes (Note 4)		$813,757
Unexpended SGF - Closing Balance August 31, 2002		$825,408

Note 1 Excludes fees collected pursuant to Section 60(2)(j) of the School Act (e.g. instruction materials and technology fees determined by board policy or resolution). This is the amount used to calculate the administrative cap. See Schedule E.

Note 2 These are the expenses (a) incurred in generating SGF (e.g. fundraising expenses, printing of tickets, payment to DJ at school dance; cost of goods sold for school cafeteria/servery; staffing and supplies for a dinner; raffle prizes; supplies for a car wash; book fair purchases; meals for lunch program), or (b) collected and disbursed for the benefit of individual students (e.g. cost of field trips for student activities not leading to CEU's). Monies collected for CEU-related activities are not SGF. They are recorded as instruction fees.

Note 3 Donations are restricted to cash; gifts in kind are treated as board assets, not SGF. Amounts are net of related expenses.

Note 4 Only SGF expended for discretionary purposes are recorded as revenue and expense; unexpended funds are carried forward on the balance sheet to the succeeding year. Any capital items purchased with SGF should be treated as a SGF-related cost recovery.

SCHEDULE F to the AFS
Operations and Maintenance Program 2001-2002 Expenses

School Jurisdiction Code: 3345

EXPENSES	Operations and Maintenance								
	Maintenance Office & Shop Administration	Preventative Maintenance	Custodial	Fire/Security/ Safety Systems	Sites and Grounds Maintenance	Utilities and Communications	Expensed Block BQRP/Mod.	Capital & Debt Services and Transfers	Total Operations and Maintenance
Uncertificated salaries and wages	$109,257	$519,288	$112,884	$0	$0	$0	$188,339		$929,768
Uncertificated benefits	$18,557	$96,968	$25,465	$0	$0	$0	$23,856		$164,846
SUB - TOTAL REMUNERATION	$127,814	$616,256	$138,349	$0	$0	$0	$212,195		$1,094,614
Contracted Services	$144,525	$490,197	$1,054,715	$23,232	$130,039	$5,283	$846,582		$2,694,573
Supplies	$17,856	$507,880	$83,382		$0		$17,693		$626,811
Electricity						$751,884			$751,884
Natural Gas/Heating Fuel						$366,971			$366,971
Sewer and Water						$51,676			$51,676
Cost recoveries & transfers								($196,322)	($196,322)
Amortization of capital assets									
Supported								$1,287,299	$1,287,299
Unsupported	$5,298	$34,327	$0	$0	$0	$0	$10,852	$0	$50,477
Total Amortization	$5,298	$34,327	$0	$0	$0	$0	$10,852	$1,287,299	$1,337,776
Interest on capital debt									
Supported								$1,475,730	$1,475,730
Unsupported								$0	$0
Other interest charges								$0	$0
Losses on disposal of capital assets								$0	$0
TOTAL EXPENSES	$295,493	$1,648,660	$1,276,446	$23,232	$130,039	$1,175,814	$1,087,322	$2,566,707	$8,203,713
FTE Uncertificated (Board/Contract)	2.0	0.0	0.0	0.0	0.0	0.0	3.0	0.0	5.0

Notes:

Maintenance Office & Shop Administration:	Includes all maintenance office related remuneration, supplies, services and contracts.
Preventative Maintenance:	Includes all structural, architectural, mechanical and electrical maintenance items identified below. - activities required for operating and maintaining the structure, envelope, roof, parkade, ramps/fire escapes, fixed exterior walls, exterior finishes of the buildings and outside doors/other barriers - activities for purchase, installation, maintenance and repair of mechanical and electrical systems for the maintenance buildings and schools.
Custodial:	Includes all the activities required for ensuring the buildings are kept in a clean and tidy condition.
Fire/Security/Safety Systems:	Includes all activities required for fire prevention/alarms systems, security personnel and alarm systems, detection systems and related safety systems for the property.
Sites & Grounds Maintenance:	Sites & Grounds Maintenance: includes all activities required for maintenance and upkeep of exterior grounds, parking lots, athletic fields including snow removal and lawn care.
Utilities & Communications:	Includes all cost related to electricity(light & power), natural gas and other heating fuels, sewer & water and all forms of communications.
Expensed Block BQRP/Mod:	Includes all non-capital activities related to Block BQRP/Modernization expensed by the jurisdiction.
Capital & Debt Services:	Includes all activities related to supported school amortization and debt interest expense. All unsupported amortization is allocated to the appropriate sub-categories.

SCHEDULE G to the AFS
DISCLOSURE OF SALARIES AND BENEFITS - 2001-2002
(SECTION 126.1 OF THE SCHOOL ACT)

School Jurisdiction Code: 3345

			FTE's or Individuals	Remuneration	Benefits	Allowances	Performance Bonuses	ERIP's / Other	Total	Expenses
Board of Trustees:										
Chairman										
Name	Lynne Phillips		1.00	$21,071	$1,997	$1,261	$0	$0	$24,329	$13,151
Board Members:										
Name	Debra Balderston		1.00	$10,449	$3,028	$315	$0	$0	$13,792	$3,623
Name	Olive Emerson		1.00	$11,613	$4,185	$0	$0	$0	$15,798	$4,284
Name	Sonja Enns		0.83	$9,991	$3,049	$1,419	$0	$0	$14,459	$4,099
Name	Jacqueline Lee		0.83	$8,502	$3,598	$473	$0	$0	$12,573	$2,281
Name	James Robertson		1.00	$13,436	$1,203	$946	$0	$0	$15,585	$6,400
Name	Christine Schlief		1.00	$10,346	$3,755	$315	$0	$0	$14,416	$1,968
Name	James Sherman		0.83	$7,451	$1,790	$1,735	$0	$0	$10,976	$3,772
Name	Anne Shumard		1.00	$10,443	$3,995	$631	$0	$0	$15,069	$1,077
Name	Leonard Toews		0.17	$1,580	$197	$0	$0	$0	$1,777	$43
Name	H.Wohlgemuth/E.Johnson (Note 3)		0.34	$799	$725	$0	$0	$0	$1,524	$317
Subtotal			**9.00**	**$105,681**	**$27,522**	**$7,095**	**$0**	**$0**	**$140,298**	**$41,015**
Superintendent	G.Mazer/D.Eckstrom (Note 4)	(2)	2.00	$123,253	$8,432	$0	$0	$89,051	$220,736	$13,518
Secretary/Treasurer	Murray Donaghy	(2)	0.71	$88,200	$12,191	$0	$0	$0	$100,391	$6,440
Secretary	JoAnn Vanstone	(2)	0.29	$6,431	$1,269	$0	$0	$0	$7,700	$249
Treasurer	Leslie Cage	(2)	0.29	$16,177	$2,060	$0	$0	$0	$18,237	$298
Certificated Salaries		(1)	310.00	$19,420,363	$1,921,779	$0	$0	$0	$21,342,142	$30,383
Uncertificated Salaries & Wages		(1)	735.00	$8,253,777	$1,641,792	$0	$0	$0	$9,895,569	$12,913
TOTALS				**$28,013,882**	**$3,615,045**	**$7,095**	**$0**	**$89,051**	**$31,725,073**	**$104,816**
								Sub-Total of Salaries and Benefits from Schedule A:	$31,725,073	

Notes: Please refer to completion information on page 15.

(1) Full time equivalents (FTE's)

(2) Employed or contracted

(3) Board Members:	Herb Wohlgemuth	0.17	$799	$725	$0	$0	$0	$1,524	$317
	Elouise Johnson	0.17	$0	$0	$0	$0	$0	$0	$0
(4) Superintendents:	Gerry Mazer	0.08	$19,723	$464	$0	$0	$89,051	$109,238	$0
	Darwin Ecstrom	0.92	$103,530	$7,968	$0	$0	$0	$111,498	$13,518

School Jurisdiction Code: 3345

SCHEDULE G1 to the AFS

DISCLOSURE OF SALARIES AND BENEFITS *(SECTION 148.1 OF THE SCHOOL ACT)*

COMPLETION INFORMATION

(1) Salary and benefits consist of and agree with the amounts properly recorded in the school jurisdiction's payroll records and related object codes for salaries, wages and benefits.

(2) **Remuneration** includes regular base salaries, administrative allowances, overtime, lump sum payments **EXCEPTING TERMINATION BENEFITS** (See #10A below), honoraria, deferred salary leave accruals and any other direct cash remuneration **EXCEPTING PERFORMANCE PAY** (See #10 below).

(3) Certificated salaries include the aggregate of all payments for certificated staff regardless of the length, nature or definition of the employment agreement. The number of full time equivalent staff should be measured as at September 30.

(4) Uncertificated salaries and wages should be measured in terms of the number of individuals employed as at September 30.

(5) Salary and benefits information should be the aggregate amount covering the same fiscal period as the audited financial statements.

(6) Salary must include deferred salary accruals.

(7) Salary includes only payments for services subject to an employer-employee relationship.

(8) **Benefits** include the employer's share of all employee benefits and contributions or payments made on behalf of employees including retirement pensions, Canada pension plan (CPP), employment insurance (EI), health care, dental coverage, vision coverage, out of country medical benefits, group life insurance, accidental disability and dismemberment insurance, long and short term disability plans.

(9) **Allowances** include all monies paid to an employee as miscellaneous **negotiated** allowances. This category will include car or travel allowances, isolation allowances, relocation expenses, sabbaticals, special leave with pay, financial and retirement planning services, and club memberships. **ADMINISTRATIVE ALLOWANCES** are included in **Remuneration**.

(10) **Performance Bonuses** include those monies paid to employees of the school authority that are tied to the achievement of some specifed goal or objective.

(10A) **Other** includes termination benefits ((severance pay, retiring allowances (ERIP's), sick leave and other settlement costs due to loss of employment).

(11) **Expenses** will include the reimbursements of travel, subsistence, moving costs, conference fees, etc., paid by the employee **or on his/her behalf** in performing the responsibilities of employment.

(12) The superintendent's remuneration is in terms of one individual who is the Chief Executive Officer. Benefits for the superintendent do not include Alberta Learning contributions to the Teachers Retirement Fund pension plan.

(13) A position should include salary, benefits and allowances earned by an individual who officially acted in a position while it was vacant. If a position was vacant and no one acted in the position, the position should not be disclosed.

(14) Benefits and allowances need not include an amount for automobile, housing or other benefits for which a value cannot be reasonably estimated.

(15) If a position is occupied by more than one individual during a year, the aggregate salary, benefits and allowances earned by the individuals in the position should be disclosed. An explanatory note should indicate the number of individuals.

School Jurisdiction Code [illegible]

AUDITED
FINANCIAL STATEMENTS
and Supporting Schedules
FOR THE YEAR ENDED AUGUST 31, 2002
[School Act, Sections 147(2)(3), 151(1) and 276]

PEMBINA HILLS REGIONAL DIVISION NO. 7
Name of School Jurisdiction

5310 49 Street Barrhead, AB T7N 1P3
Mailing Address

Telephone: (780)674-8500 Fax: (780)674-3262
Telephone and Fax Numbers

SCHOOL JURISDICTION MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The financial statements and supporting schedules Pembina Hills Regional Division No. 7
Name of School Jurisdiction
presented to Alberta Learning have been prepared by school jurisdiction management which has responsibility for their preparation, integrity and objectivity. The financial statements and schedules, including notes, have been prepared in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

In fulfilling its reporting responsibilities, management has maintained internal control systems and procedures designed to provide reasonable assurance that the school jurisdiction's assets are safeguarded, that transactions are executed in accordance with appropriate authorization and that accounting records may be relied upon to properly reflect the school jurisdiction's transactions. The effectiveness of the control systems is supported by the selection and training of qualified personnel, an organizational structure that provides an appropriate division of responsibility and a strong budgetary system of control.

Board of Trustees Responsibility
The ultimate responsibility for the financial statements lies with the Board of Trustees. The Board reviewed the financial statements with management in detail and the Board approved the financial statements for release.

External Auditors
The Board appoints external auditors to audit the financial statements and meets with the auditors to review their findings. The external auditors have full and free access to school jurisdiction records.

Declaration of Management and Board Chairman
To the best of our knowledge and belief, these financial statements and supporting schedules reflect, in all material respects, the financial position and results of operations and cash flows for the year in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

BOARD CHAIRMAN
Clayton Jespersen
Name
Signature

SUPERINTENDENT
Siegfried Schmold
Name
Signature

SECRETARY TREASURER OR TREASURER
Tracy J. Meunier, CGA
Name
Signature

November 27, 2002
Dated

c.c. ALBERTA LEARNING School Reporting Branch
8th Floor Commerce Place, 10155-102 Street, Edmonton AB T5J 4L5
EMAIL: [illegible]@gov.ab.ca
PHONE: (780) 427-7780 FAX: (780) 422-6996

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Clews & Shoemaker
CHARTERED ACCOUNTANTS
Graham Rex Clews Professional Corporation ◆ John S. Shoemaker Professional Corporation

AUDITOR'S REPORT

To the Board of Trustees
Pembina Hills Regional Division No. 7

We have audited the statements of financial position of Pembina Hills Regional Division No. 7 as at August 31, 2002, and the statements of revenues and expenses, cash flows, changes in net assets and capital allocations for the year then ended. These financial statements are the responsibility of the school jurisdiction's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform the audit to obtain reasonable assurance as to whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the financial position of the school jurisdiction as at August 31, 2002, and the results of its operations, changes in cash flows, net assets and capital allocations for the year then ended in accordance with the Canadian generally accepted accounting principles.

Our audit was conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The supplementary information included in Schedules A through G is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such supplementary information has been subjected to the auditing procedures applied in the audit of the basic financial statements and in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

Clews & Shoemaker
CHARTERED ACCOUNTANTS

Westlock, Alberta
November 25, 2002

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School Jurisdiction Code: 1175

STATEMENT OF FINANCIAL POSITION

as at August 31

(in dollars)

		2002	2001
ASSETS			
Current assets			
Cash and temporary investments		$7,774,492	$5,938,088
Accounts receivable (net after allowances)			
Province of Alberta		$737,538	$764,918
Federal Government and/or First Nations		$149,813	$83,377
Alberta municipalities		$0	$0
Other Alberta school jurisdictions		$76,855	$0
Other		$462,731	$2,231,387
Prepaid expenses		$405,043	$150,942
Other current assets		$347,999	$318,602
Total current assets		$9,954,471	$9,487,314
School generated assets		$459,634	$476,622
Trust assets		$612,514	$604,456
Capital assets			
Land		$512,834	$512,834
Buildings	$37,093,312		
Less: accumulated amortization	($19,610,186)	$17,483,126	$17,725,091
Equipment	$119,611		
Less: accumulated amortization	($21,014)	$98,597	$41,148
Vehicles	$5,614,427		
Less: accumulated amortization	($3,399,838)	$2,214,589	$2,038,746
Total capital assets		$20,309,146	$20,317,819
TOTAL ASSETS		$31,335,765	$30,886,211
LIABILITIES			
Current liabilities			
Bank indebtedness		$0	$0
Accounts payable and accrued liabilities			
Province of Alberta		$606,416	$680,569
Federal Government and/or First Nations		$4,919	$10,073
Alberta municipalities		$0	$0
Other Alberta school jurisdictions		$0	$0
Other		$996,039	$644,074
Deferred revenue		$3,088,368	$2,771,654
Deferred capital allocations		$35,144	$693,239
Current portion of all long term debt		$1,024,164	$1,088,158
Total current liabilities		$5,755,050	$5,887,767
School generated liabilities		$459,634	$476,622
Trust liabilities		$612,514	$604,456
Unfunded employee future benefit liability		$0	$0
Long term debt			
Supported: Debentures and other supported debt		$9,445,416	$10,533,574
Less: Current portion of supported debt		($1,024,164)	($1,088,158)
Unsupported: Debentures and Capital Loans		$0	$0
Capital Leases		$0	$0
Mortgages		$0	$0
Less: Current portion of unsupported debt		$0	$0
Unamortized capital allocations		$7,529,591	$6,660,803
Total long term liabilities		$17,022,991	$17,187,297
TOTAL LIABILITIES		$22,778,041	$23,075,064
NET ASSETS			
Unrestricted net assets		$903,069	$903,069
Operating Reserves		$3,361,246	$2,909,273
Accumulated Operating Surplus (Deficit)		$4,264,315	$3,812,342
Investment in capital assets		$3,334,140	$3,123,444
Capital Reserves		$959,269	$875,361
Total Capital Funds		$4,293,409	$3,998,805
Total net assets		$8,557,724	$7,811,147
TOTAL LIABILITIES AND NET ASSETS		$31,335,765	$30,886,211

School Jurisdiction Code: 1175

STATEMENT OF REVENUES AND EXPENSES

for the Year Ended August 31

(in dollars)

	Actual 2002	Budget 2002 (1)	Actual 2001 (2)
REVENUES			
Alberta Learning	$32,929,503	$32,168,037	$32,801,889
Alberta Infrastructure	$1,861,463	$354,806	$162,504
Alberta Finance	$1,699,322	$2,070,928	$1,883,826
Other Government of Alberta	$155,191	$164,644	$117,247
Federal Government and/or First Nations	$47,087	$27,569	$40,182
Other Alberta school authorities	$3,402	$0	$5,651
Out of province local authorities	$0	$0	$0
Alberta Municipalities (excluding supplementary requisitions)	$14,210	$6,000	$11,474
Instruction resource fees	$380,727	$281,872	$380,058
Transportation fees	$106,067	$122,753	$92,254
Other sales and services	$855,390	$724,755	$943,571
Investment income	$348,458	$326,740	$490,095
Gifts and donations	$12,574	$0	$0
Rentals of facilities	$41,542	$37,569	$5,033
Net school generated funds	$783,328	$756,000	$723,245
Gains on disposal of capital assets	$5,990	$2,000	$6,960
Amortization of capital allocations	$877,465	$857,786	$865,897
Total Revenues	$40,121,719	$37,901,459	$38,529,886
EXPENSES			
Certificated salaries	$15,984,401	$15,143,941	$15,359,674
Certificated benefits	$1,902,668	$1,875,795	$1,902,517
Uncertificated salaries and wages	$6,920,163	$6,252,523	$6,147,977
Uncertificated benefits	$1,358,467	$1,339,083	$1,193,849
Services, contracts and supplies	$9,446,798	$8,984,037	$8,871,555
Net school generated funds	$783,328	$756,000	$723,245
Capital and debt services			
Amortization of capital assets			
Supported	$889,056	$857,786	$865,897
Unsupported	$379,486	$384,807	$400,864
Total Amortization of capital assets	$1,268,542	$1,242,593	$1,266,761
Interest on capital debt			
Supported	$1,699,322	$2,070,928	$1,883,826
Unsupported	$0	$0	$0
Total Interest on capital debt	$1,699,322	$2,070,928	$1,883,826
Other interest charges	$4,247	$11,857	$4,758
Losses on disposal of capital assets	$7,206	$0	$0
Total Expenses	$39,375,142	$37,676,757	$37,354,162
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES BEFORE FUNDING ALLOCATED FOR CAPITAL PURPOSES	$746,577	$224,702	$1,175,724
Block BQRP revenue used for capital purposes	$0	$0	$0
Block MOD revenue used for capital purposes	$0	$0	$0
1999 One-time grant revenue used for capital purposes	$0	$0	$0
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES	$746,577	$224,702	$1,175,724

Note (1) 2001-2002 budget numbers as restated or taken from the finalized Budget Report pursuant to section 147(2)(b) of the School Act.

Note (2) 2000-2001 actuals as restated or taken from the finalized audited financial statements pursuant to Section 147(2)(a) of the School Act.

School Jurisdiction Code: 1175

STATEMENT OF CASH FLOWS

for the Year Ended August 31

(in dollars)

		2002	2001
CASH FLOWS FROM:			
A. OPERATIONS			
Surplus (deficit) of revenues over expenses for the year		$746,577	$1,175,724
Add (Deduct) items not requiring cash:			
Amortization of capital allocations revenue		($877,465)	($865,897)
Total amortization expense		$1,268,542	$1,266,761
Gains on disposal of capital assets		($5,990)	($6,960)
Losses on sale of capital assets		$7,206	$0
Changes in accrued accounts:			
Accounts receivable		$1,652,745	($1,406,340)
Prepaids and other current assets		($283,498)	$84,371
Payables and accrued liabilities		$272,658	($66,961)
Deferred revenue		$316,714	$1,208,843
Unfunded employee future benefit expense (recovery)		$0	$0
Other (e.g. change in net trust liabilities)		$0	$0
Total sources (uses) of cash from Operations		$3,097,489	$1,389,541
B. INVESTING ACTIVITIES			
Purchases of capital assets			
Land		$0	$0
Buildings		($658,096)	($482,410)
Equipment		($79,819)	$0
Vehicles		($529,160)	($510,216)
Proceeds from disposal of capital assets		$5,990	$6,960
Other (describe)		$0	$0
Total sources (uses) of cash from Investing activities		($1,261,085)	($985,666)
C. FINANCING ACTIVITIES			
Capital allocations received		$0	$994,131
Issue of long term debt		$0	$0
Repayment of long term debt		($1,088,158)	($1,089,683)
Add back: supported portion		$1,088,158	$1,089,683
Total sources (uses) from Financing activities		$0	$994,131
Net sources (uses) of cash equivalents* during year		$1,836,404	$1,398,006
Cash Equivalents at the beginning of the year		$5,938,088	$4,540,082
Cash Equivalents at the end of the year	$7,774,492	$7,774,492	$5,938,088

Note: Cash equivalents consist of:
- cash and temporary investments
- bank indebtedness

# STATEMENT OF CHANGES IN NET ASSETS
for the Year Ended August 31, 2002
(in dollars)

School Jurisdiction Code: 0

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)	(14)	(15)
					RESTRICTED NET ASSETS										
					School Based		Alberta Infrastructure			Board & System Admin.		Transportation		External Services	
	TOTAL NET ASSETS (Columns 2+3+4	INVESTMENT IN CAPITAL ASSETS	UNRESTRICTED NET ASSETS	TOTAL RESTRICTED NET ASSETS Columns 5 to 15	Unsupported Operating Reserves	Unsupported Capital (Vehicle, Equip) Reserves	Unsupported O& M Operating Reserves	Supported School (Bldg/Land) Capital Reserves	Unsupported Capital (Bldg. Vehicle.Equip) Reserves	Unsupported Operating Reserves	Unsupported Capital (Bldg. Vehicle.Equip) Reserves	Unsupported Operating Reserves	Unsupported Capital (Bldg. Vehicle.Equip) Reserves	Unsupported Operating Reserves	Unsupported Capital (Bldg. Vehicle.Equip) Reserves
Balance at August 31, 2001	$7,811,147	$3,123,444	$903,069	$3,784,634	$2,189,154	$0	$40,680	$50,419	$60,775	$244,556	$244,596	$73,704	$519,571	$361,179	$0
Prior period adjustments (describe)															
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
Adjusted Balance, Aug. 31, 2001	$7,811,147	$3,123,444	$903,069	$3,784,634	$2,189,154	$0	$40,680	$50,419	$60,775	$244,556	$244,596	$73,704	$519,571	$361,179	$0
Surplus(def) of revenue over expenses	$746,577		$746,577												
Block BQRP funded capital transactions		$0	$0												
Block MOD funded capital transactions		$0	$0												
Board funded capital transactions		$608,979	$0	($608,979)	$0	$0	($17,892)		($50,999)	($44,035)	$0	($17,892)	($478,161)	$0	$0
Donations of non-amortizable assets	$0	$0													
Amortization of capital assets		($1,268,542)	$1,268,542												
Amortization of capital allocations		$877,465	($877,465)												
Disposal of unsupported capital assets		($7,206)	$7,206	$0		$0			$0		$0		$0		$0
Disposal of supported capital assets	$0	$0	$0	$0				$0							
Debt principal payments (unsupported)		$0	$0	$0	$0	$0	$0	$0	$0	$0	$0				
Net transfers to operating reserves			($781,792)	$781,792	$323,399	$0	$18,353	$0	$0	$26,368	$0	$317,791	$0	$95,881	$0
Net transfers from operating reserves			$250,000	($250,000)	$0	$0	$0	$0	$0	$0	$0	($250,000)	$0	$0	$0
Net transfers to capital reserves			($613,068)	$613,068	$0	$0	$0	$0	$39,018	$0	$0	$0	$574,050	$0	$0
Net transfers from capital reserves	$0		$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
Balance at August 31, 2002	$8,557,724	$3,334,140	$903,069	$4,320,515	$2,512,553	$0	$41,141	$50,419	$48,794	$226,889	$244,596	$123,603	$615,460	$457,060	$0

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School Jurisdiction Code: 1175

STATEMENT OF CAPITAL ALLOCATIONS
(SUPPORTED CAPITAL FINANCING ONLY)
for the Year Ended August 31, 2002

(in dollars)

		Deferred Capital Allocations	Unamortized Capital Allocations
Balance at August 31, 2001		$693,239	$6,660,803
Add:			
Capital allocations from:	AB Infrastructure - New/Modernization Project	$0	
	Other Government of Alberta	$0	
	Federal Government and/or First Nations	$0	
	Alberta Municipalities	$0	
	Other Alberta school jurisdictions	$0	
	Other	$0	
Interest earned on provincial government capital allocations		$0	
Other capital grants and donations		$0	
Insurance proceeds		$0	
Donated capital assets (depreciable, at Fair Market Value)			$0
Transferred in capital assets (depreciable, at Net Book Value)			$0
Current Year Debenture Principal Repayment			$1,088,158
Expended capital allocations - current year		($658,095)	$658,095
Less:			
Unamortized Capital Allocation affected by a disposal through transfer out			$0
Capital allocations amortized to revenue			$877,465
Balance at August 31, 2002		$35,144	$7,529,591

PEMBINA HILLS REGIONAL DIVISION NO. 7
Notes to the Financial Statements
For the Year Ended August 31, 2002

1. AUTHORITY AND PURPOSE

Pembina Hills Regional Division No. 7 delivers education programs under the authority of the School Act, Chapter S-3, Statutes of Alberta, January 1, 2002.

The jurisdiction receives block allocations for instruction and support under Regulation 72/95. The regulation limits funding and expenses for administration. It permits the jurisdiction, within specified limits, to reallocate funding between the instruction and support blocks.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

These financial statements have been prepared in accordance with Canadian Generally Accepted Accounting Principles (GAAP) and accounting policies consistent with those prescribed by Alberta Learning for Alberta school jurisdictions. The precise determination of many assets and liabilities is dependent on future events. As a result, the preparation of financial statements for a period involves the use of estimates and approximations, which have been made using careful judgement. Actual results could differ from those estimates and approximations. The financial statements have, in management's opinion, been properly prepared with reasonable limits of materiality and within the framework of the accounting policies summarized below:

a) Revenue Recognition

Revenue is recognized as follows:

Instruction and support allocations are recognized in the year to which they relate.

Fees for services related to courses and programs are recognized as revenue when such courses and programs are delivered.

Unrestricted contributions are recognized as revenue when received and receivable. Contributions in-kind are recorded at fair market value when reasonably determinable.

Externally restricted contributions are deferred and recognized as revenue in the period in which the restriction is complied with. Endowment funds, which are to be retained as net assets, are recorded as direct increases in trust assets and liabilities.

PEMBINA HILLS REGIONAL DIVISION NO. 7

Notes to the Financial Statements
For the Year Ended August 31, 2002

b) Capital Assets

Capital assets are recorded at cost, and are amortized over their estimated useful lives on a straight line basis, at the following rates:

Buildings	2.5% to 4%
Equipment	10% to 20%
Vehicles	10% to 20%

Only capital assets with costs in excess of $5,000 are capitalized. Any capital allocations received for asset additions are amortized over the same period as the related asset.

c) School Generated Funds

These are funds in the community, which come under the control and responsibility of the school principal and are for school activities. These funds are usually collected and retained at the school for expenditures paid at the school level (eg. yearbook sales, graduation fees, field trip fees, etc.)

d) Vacation Pay

Vacation Pay is accrued in the period in which the employee earns the benefit. Accumulated sick leave is not recorded as it is not paid to the employee if not taken.

e) Pensions

Pension costs included in these statements comprise the cost of employer contributions for current service of employees during the year.

The current service and past service costs of the Alberta Teacher Retirement Fund are met by contributions by active members and the Government of Alberta. Under the terms of the Teachers Pension Plan Act, the Pembina Hills Regional Division No. 7 does not make pension contributions for certificated staff.

The school board participates in the multi-employer pension plan, Local Authorities Pension Plan. The expense for this pension plan is equivalent to the annual contributions of $106,746.56 for the year ended August 31, 2002. At December 31, 2001, the Local Authorities Pension Plan did not report an unfunded pension liability.

f) Inventories

Inventories are recorded at the lesser of cost and estimated net realizable value.

g) Prepaid Expenses

Certain expenditures incurred and paid before the close of the school year are for specific school supplies, which will be consumed subsequent to the year-end, and are accordingly recorded as prepaid expenses. Certain insurance expenses fall into this category.

h) Contributed Services

Volunteers contribute a considerable number of hours per year to various schools within Pembina Hills Regional Division No. 7 to ensure that certain program are delivered, such as kindergarten, lunch services and the raising of school generated funds. Because of the difficulty of compiling these hours and the fact that these services are not otherwise purchased, contributed services are not recognized in the financial statements.

i) Financial Instruments

The jurisdiction's financial statements consist of cash, accounts receivable, accounts payable, accrued liabilities, and long-term debt. It is management's opinion that the jurisdiction is not exposed to significant interest, currency or credit risks arising from these financial intruments. Unless otherwise noted, the fair values of these financial instruments approximate their carrying values. The jurisdiction has invested surplus funds in accordance with Section 44 of the School Act and Section 5 of the Trustees Act.

j) Operating and Capital Reserves

Reserves are established at the discretion of the Board of Trustees of the jurisdiction or externally, to set aside funds for operating and for future capital expenditures. Such reserves are appropriations of accumulated surplus.

k) Employee Future Benefits

The jurisdiction accounted for the future cost of employee benefits commencing in the 2000/01 school year using the retroactive approach. There is no financial impact on the jurisdiction at this time.

PEMBINA HILLS REGIONAL DIVISION NO. 7

Notes to the Financial Statements

For the Year Ended August 31, 2002

3. ACCOUNTS RECEIVABLE

	2002	2001
Provincial government	$757,533	$764,918
Federal government	149,518	83,277
Other school divisions	76,555	0
Due from Alberta Distance Learning Centre	108,908	1,567,359
Other	333,523	364,028
Total	$1,426,937	$3,079,682

4. INVENTORIES

	2002	2001
Cafeteria food and supplies	$1,927	$2,663
Bus garages parts and tires	227,228	220,153
Maintenance shops supplies	109,395	85,879
	$338,550	$308,695

5. CAPITAL ASSETS

	Cost	Accumulated Amortization	2002 Net Book Value	2001 Net Book Value
Land	$512,834	$0	$512,834	$512,834
Buildings	37,093,312	19,610,186	17,483,126	17,728,091
Equipment	119,611	21,014	98,597	41,148
Vehicles	5,614,427	3,399,838	2,214,589	2,035,746
	$43,340,184	$23,031,038	$20,309,146	$20,317,819

6. BANK INDEBTEDNESS

The jurisdiction has negotiated a line of credit in the amount of $2,000,000 that bears interest at the bank prime rate. This line of credit, which is secured by a borrowing bylaw and a security agreement, covers all revenue of the jurisdiction. There was no balance outstanding on the line of credit at August 31, 2002.

7. ACCOUNTS PAYABLE AND ACCURED LIABILITIES

	2002	2001
Province of Alberta	$606,415	$680,570
Federal Government	4,919	10,073
Alberta Municipalities	0	0
Other Alberta School Jurisdictions	0	0
Other Trade Payables and Accrued Liabilities	996,039	644,073
	$1,607,374	**$1,334,716**

8. DEFERRED REVENUE

	2002	2001
Technology Integration Funding	$24,204	$53,650
One Time Grant Funding 1999	535,426	748,532
One Time Funding 2002-03	164,287	0
Alberta Initiative for School Improvement	159,119	121,996
2001 BQRP	0	175,759
2003 BQRP	212,778	0
AMFC Dividend (to be used for increased energy costs)	209,199	274,760
Alberta Learning - Energy Rebate	0	126,586
Alberta Online Consortium - Funding and registration fees	1,719,531	1,180,413
Other	64,829	89,958
	$3,088,368	**$2,771,654**

9. DEFERRED CAPITAL ALLOCATIONS

Capital allocations received for qualifying capital projects initiated by the jurisdiction have been capitalized. These allocations are amortized on a basis consistent with the capital asset that the allocation funded. Details of the changes in the deferred capital allocations account are as follows:

	2002	2001
Beginning balance	$693,239	$0
Allocations received & receivable during the year	0	994,131
Transfers to Unamortized Capital Allocations (note #10)	(658,095)	(300,892)
	$35,144	$693,239

10. UNAMORTIZED CAPITAL ALLOCATIONS

Unamortized capital allocations (UCA) represents the jurisdiction's net investment in capital assets (other than land and equipment) purchased prior to September 1, 1995. The total debenture payments increase the balance in the UCA account, with the amortization expense on related assets acting as a deduction to the account. Transfers from the deferred capital allocation account also increase the balance in the UCA account. Details of the changes to the account are as follows:

	2002	2001
Balance, beginning of year	$6,660,803	$6,136,125
Additions: supported debenture principal repayments	1,088,158	1,089,683
Transfer from Deferred Capital Allocations (note 9)	658,095	300,892
Deductions: capital allocation revenue	(877,465)	(865,897)
Balance, end of year	$7,529,591	$6,660,803

11. TRUST ASSETS AND LIABILTIES

The following balances represent cash that is held in trust by the jurisdiction for the following areas:

	2002	2001
Aspen Student Health Initiative Partnership	$529,207	$545,465
Fort Assiniboine School - Playground project	20,000	20,000
Endowment funds for scholarships	63,307	38,991
	$612,514	$604,456

12. LONG-TERM DEBT

The debenture debt bears interest at rates varying between 6% and 12%. The debenture debt is fully supported by Alberta Finance. The current portion of long-term debt consists entirely of amounts payable by Alberta Finance on supported debt; therefore, the working capital (current assets minus current liabilities) is understated by this amount.

	2002	2001
Debentures	$9,445,416	$10,533,574
Less: current portion	1,024,164	1,088,155
Long term portion	$8,421,252	$9,445,416

Debenture payments due over the next five years and beyond are as follows:

	Principal	Interest	Total
2002-2003	$1,024,164	$1,017,536	$2,041,700
2003-2004	976,059	907,005	1,883,064
2004-2005	927,492	801,064	1,728,556
2005-2006	901,191	699,367	1,600,558
2006-2007	894,010	600,586	1,494,596
2007 to maturity	4,722,498	2,021,141	6,743,639
	$9,445,416	$6,046,699	$15,492,115

13. SCHOOL GENERATED FUNDS

	2002	2001
Balance, Beginning of Year	$476,622	$365,092
Source of School Generated Funds (SGF)		
SGF for the year	1,112,205	1,171,609
Less: Costs of generating SGF	(388,811)	(367,835)
Donations received	42,946	31,005
Net SGF available for the year	1,242,962	1,199,864
Application of Net SGF		
Less: Net SGF expended for the year	(814,428)	(723,242)
Balance, End of Year	$428,534	$476,622

14. UNRESTRICTED AND INTERNALLY RESTRICTED NET ASSETS

Net assets may be restricted by authorization of the Board of Trustees for future capital expenditures and future operating expenditures. The amounts are established and expended in accordance with terms and conditions established by the Board.

	Balance, beginning of year	Appropriated during the year	Utilized during the year	Balance, end of year
Unrestricted	$903,069	$0	$0	$903,069
Internally Restricted:				
Operating Reserves				
Schools	2,189,154	323,399	0	2,512,553
Operations and Maintenance	40,680	18,353	17,892	41,141
Board and System Administration	244,556	26,368	44,035	226,889
Transportation	73,704	67,791	17,892	123,603
External Services	361,179	95,881	0	457,060
	2,909,273	531,792	79,819	3,361,246
Capital Reserves				
Buildings (supported)	50,419	0	0	50,419
Equipment	244,596	0	0	244,596
Vehicles	580,346	613,068	529,160	664,254
	875,361	613,068	529,160	959,269
Total Reserves	$3,784,634	$1,144,860	$608,979	$4,320,515
Total Unrestricted and Internally Restricted Net Assets	$4,687,703	$1,144,860	$608,979	$5,223,584

15. ALLOCATIONS FROM THE PROVINCE OF ALBERTA (Related Third Party Transactions)

Allocations from the Province of Alberta are summarized as follows:

	2002 Actual	2002 Budget	2001 Actual
Operating allocations			
Alberta Learning	$32,929,503	$32,168,037	$32,801,889
Alberta Infrastructure	1,861,463	354,806	162,504
Alberta Finance	1,699,322	2,070,928	1,883,826
Other Government of Alberta	155,191	164,644	117,247
	$36,645,479	$34,758,415	$34,965,466

16. TOTAL EXPENSES BY PROGRAM

	2002 Actual	2002 Budget	2001 Actual
Early childhood services	$1,323,254	$954,718	$1,172,153
Student instruction	24,236,607	23,346,519	23,585,105
School generated funds	783,328	756,000	723,245
Operations & maintenance of schools	6,350,447	6,551,238	6,047,961
Student Transportation	3,894,745	3,995,834	3,733,407
Board and System Administration (see note below)	1,402,040	1,325,408	1,297,757
External services	1,384,721	747,040	794,534
	$39,375,142	$37,676,757	$37,354,162

Note - Re: Board and System Administration expenses

Effective June 2, 1997 Pembina Hills Regional Division No. 7 assumed responsibility for the operation of the Alberta Distance Learning Centre from the Department of Education. The Board and System Administration of Pembina Hills charge their subsidiary, ADLC, a management services fee to provide them with Board and System Administration services. The fee is calculated at 5% of ADLC's revenue and is netted out of Pembina Hills' Board and System Administration expenses. For the year ended August 31, 2002, the management services fee amounted to $427,273 which can be broken down as follows:

	2002	2001
Board governance fees	$23,000	$21,623
Benefits - board governance	5,000	4,600
Travel & board planning	5,000	6,000
Certificated salaries	140,000	90,534
Uncertificated salaries	183,000	230,383
Benefits - system administration	40,000	50,900
Services, contracts and supplies	31,273	25,000
	$427,273	$429,040

17. DISCLOSURE OF SALARIES AND BENEFITS

	No.	Salaries and Wages	Benefits and Allowances	Total	Expenses
Board of Trustees:					
Chairman					
C. Jespersen	1	$22,258	$4,041	$26,299	$4,118
Board Members					
G. Borg	1	12,250	3,686	15,936	3,306
L. Hodge	1	12,624	277	12,901	2,634
M. Kubinec	1	10,999	3,652	14,651	1,741
K. Nagel	1	16,266	1,252	17,518	6,970
J. Venables	1	16,211	3,057	19,268	4,360
S. Volomey	1	15,657	1,329	16,986	2,169
A. Magee	1	1,127	545	1,672	162
Superintendent				-	
S. Schmold	1	107,225	6,239	113,464	5,813
Secretary Treasurer				-	
T. Meunier	1	85,280	11,361	96,641	3,793
Cert. Salaries	240	15,877,176	1,896,429	17,773,605	150,911
Uncert. Salaries	347	6,727,491	1,329,267	8,056,758	83,557
		$22,904,564	$3,261,135	$26,165,699	$269,534

Note: - Re: Number of Employees
Number of certificated employees reported are full time equivalents as at September 30, 2001.
Number of uncertificated employees reported are total numbers as at September 30, 2001.

Note - Re: Salaries and Benefits for Trustees and designated System Administration:
Reported figures for Trustees and designated personnel include board and management services provided to ADLC (refer to note #16).

18. ONE TIME GRANT REVENUE

a) In 1999, Alberta Learning announced a One-Time Grant as a major investment in education. The jurisdiction's share of this One-Time funding was $1,496,025. There is $535,426 in funds remaining at August 31, 2002 and are included as deferred revenue (see note 8).

b) In the spring of 2002, Alberta Learning announced and provided One Time funding equal to approximately 3% of an identified list of grants provided to the school jurisdiction in 2001-02 to support initiatives related to the 2002-03 school year. This One Time funding in the amount of $163,287 has been deferred to the 2002-03 school year to match the year of expenditure.

19. COMMITMENTS

The School Division has no major commitments for the ensuing fiscal year.

20. CONTINGENCIES

Contingent Asset

The jurisdiction is a member of a reciprocal insurance exchange called ALAIRE. A portion of the premiums paid each year represents equity contributions to the insurance fund. These payments have been recorded as expenditures in the financial statements as the value of equity is subject to liability claims and is not an asset that the jurisdiction can liquidate.

Contingent Liability

In 2001/02 a policy grievance was filed by the Pembina Hills ATA Local #22 against the Board. The ATA Local alleges that the School Division misapplied and misinterpreted Articles 3, 4 and 8 of the Collective Agreement in regards to salary compensation.

An arbitration board has been established but has not yet rendered its decision on the grievance.

Should the arbitration board rule in favour of the ATA Local, the impact for certificated salaries of Pembina Hills Regional Division No. 7, excluding the Alberta Distance Learning Centre, is estimated at $547,000.

21. BUDGET AMOUNTS

The budget was prepared by the school jurisdiction and approved by the Board of Trustees on June 13, 2001. It is presented for information purposes only and has not been audited.

School Jurisdiction Code: 1175

SCHEDULE A to the AFS
ALLOCATION OF REVENUES AND EXPENSES TO PROGRAMS - 2001-200

						Board & System Adminstration			
REVENUES	**TOTAL**	**Early Childhood Services**	**Total Instruction (Grades 1 to 12)**	**Operations and Maintenance of Schools & Maintenance Shops**	**Transportation**	Board Governance	System Admintration	**Total Board & System Admin.**	**External Services**
Alberta Learning allocations									
(1) Instruction block	$22 852 792	$1 435 933	$21 416 858						
(2) Support block	$7 235 266			$1 652 434	$4 156 138			$1 426 694	
(3) Instruction & support block reallocations	$0	($169 252)	$295 562	$42 797	($129 107)			($40 000)	$0
(4) Alberta Initiative for School Improvement (AISI)	$545 129	$0	$545 129						
(5) Student Health Initiative (SHI)	$363 967	$0	$337 602						$26 365
(6) Teacher Salary Enhancement (TSE)	$690 488	$24 249	$654 774					$11 465	$0
(7) Regional Assessment Services (4 boards only)	$0								$0
(8) Regional P.D. Consortium (6 boards only)	$0								$0
(9) Other Alberta Learning revenues	$1 241 861	$0	$213 403	$92 714	$0			$0	$935 744
(10) **Total Alberta Learning Revenue**	$32 929 503	$1 290 930	$23 463 329	$1 787 945	$4 027 031			$1 398 159	$962 109
Alberta Infrastructure									
(11) Expensed Block Mod. Block BQRP support	$700 374		$0	$700 374					
(12) Operations and Maintenance support	$1 161 089			$1 161 089					
(13) **Total Alberta Infrastructure Revenue**	$1 861 463		$0	$1 861 463					
(14) **Alberta Finance**	$1 699 322		$0	$1 699 322	$0			$0	
(15) **Other - Government of Alberta**	$155 191	$15 500	$99 292	$0	$0			$548	$39 851
(16) **Federal Government and/or First Nations**	$47 087	$0	$47 087	$0	$0			$0	$0
(17) **Other Alberta school authorities**	$3 402	$0	$3 402	$0	$0			$0	$0
(18) **Out of province local authorities**	$0	$0	$0	$0	$0			$0	$0
(19) **Alberta municipalities (excl. supplementary requisitions)**	$14 210	$0	$14 210	$0	$0			$0	$0
(20) **Instruction resource fees**	$380 727	$16 824	$363 903						
(21) **Transportation fees**	$106 087				$106 087				
(22) **Other sales and services**	$855 390	$0	$314 348	$25 731	$66 801			$579	$447 931
(23) **Investment income**	$348 458	$0	$225 044	$109 305	$1 551			$11 847	$711
(24) **Gifts and donations**	$12 574	$0	$12 574	$0	$0				$0
(25) **Rentals of facilities**	$41 542	$0	$3 973	$37 569	$0			$0	$0
(26) **Net school generated funds**	$783 328		$783 328					$0	
(27) **Gains on disposal of capital assets**	$5 990	$0	$0	$0	$5 990			$0	$0
(28) **Amortization of capital allocations**	$877 465		$0	$877 465	$0				
(29) **TOTAL REVENUES** $40 121 719	$40 121 719	$1 323 254	$25 330 490	$6 398 800	$4 207 440			$1 411 133	$1 450 602
EXPENSES									
(30) **Certificated salaries**	$15 984 401	$591 159	$15 149 269				$243 973	$243 973	$0
(31) **Certificated benefits**	$1 902 668	$70 712	$1 800 246				$31 710	$31 710	$0
(32) **Uncertificated salaries and wages**	$6 920 163	$405 092	$3 536 261	$532 205	$1 659 916	$84 387	$422 270	$506 657	$280 032
(33) **Uncertificated benefits**	$1 358 467	$81 416	$617 511	$110 591	$402 530	$12 837	$100 356	$113 193	$33 226
(34) **SUB - TOTAL**	$26 165 699	$1 148 379	$21 103 287	$642 796	$2 062 446	$97 224	$798 309	$895 533	$313 258
(35) **Services, contracts & supplies**	$9 446 798	$174 875	$3 033 918	$3 114 055	$1 560 624	$102 239	$386 036	$488 275	$1 075 051
(36) **Cost recoveries & transfers (must balance to zero)**	$0	$0	$91 059	$0	($57 471)	$0	$0	$0	($33 588)
(37) **Net school generated funds**	$783 328		$783 328						
Capital and debt services									
Amortization of capital assets									
(38) Supported	$889 056	$0	$0	$889 056	$0	$0	$0	$0	$0
(39) Unsupported	$379 486	$0	$5 053	$35 218	$329 146	$0	$10 069	$10 069	$0
(40) Total Amortization	$1 268 542	$0	$5 053	$924 274	$329 146	$0	$10 069	$10 069	$0
Interest on capital debt									
(41) Supported	$1 699 322	$0	$0	$1 699 322	$0	$0	$0	$0	$0
(42) Unsupported	$0	$0	$0	$0	$0	$0	$0	$0	$0
(43) Other interest charges	$4 247	$0	$3 290	$0	$0	$0	$957	$957	$0
(44) Losses on disposal of capital assets	$7 206	$0	$0	$0	$0	$0	$7 206	$7 206	$0
(45) **TOTAL EXPENSES** $39 375 142	$39 375 142	$1 323 254	$25 019 935	$6 380 447	$3 894 745	$199 463	$1 202 577	$1 402 040	$1 354 721
(46) Surplus(deficit) Before Funding Allocated for Capital Purposes	$746 577	$0	$310 555	$18 353	$312 695			$9 093	$95 881
TOTAL applicable number of students/children	4 615	320	4 455	4 615	3 489			4 615	
AVERAGE PROGRAM COSTS per applicable student/child	$8 532	$4 135	$5 616	$1 383	$1 116			$304	

SCHEDULE B1 to the AFS
INSTRUCTION Grades 1 to 12 Program 2001-2002 Expenses

	INSTRUCTION (Grades 1 to 12)							
EXPENSES	All Student Instruction	School Admin. & Instruction Support	System Instruction Support	Mildly & Moderately Disabled and Gifted & Talented	Severely Disabled	Alberta Initiative for School Improvement	Student Health Initiative	Total Instruction (Grades 1 to 12)
Certificated salaries	$12,421,157	$1,078,950	$166,747	$894,583	$224,872	$259,705	$103,255	$15,149,269
Certificated benefits	$1,432,521	$180,940	$13,340	$104,979	$26,524	$29,360	$12,582	$1,800,246
Uncertificated salaries and wages	$450,671	$1,226,773	$57,641	$446,520	$1,139,244	$80,294	$135,118	$3,536,261
Uncertificated benefits	$62,190	$229,036	$11,441	$75,065	$199,462	$9,304	$31,013	$617,511
SUB - TOTAL REMUNERATION	$14,366,539	$2,715,699	$249,169	$1,521,147	$1,590,102	$378,663	$281,968	$21,103,287
Services, contracts & supplies	$1,736,441	$947,754	$18,583	$8,469	$100,570	$166,467	$55,634	$3,033,918
Cost recoveries & transfers	$57,471	$33,588	$0	$0	$0	$0	$0	$91,059
Net school generated funds	$783,328							$783,328
Amortization of capital assets								
Supported	$0	$0	$0	$0	$0	$0	$0	$0
Unsupported	$0	$5,053	$0	$0	$0	$0	$0	$5,053
Total Amortization	$0	$5,053	$0	$0	$0	$0	$0	$5,053
Interest on capital debt								
Supported	$0	$0	$0	$0	$0	$0	$0	$0
Unsupported	$0	$0	$0	$0	$0	$0	$0	$0
Other interest charges	$0	$3,290	$0	$0	$0	$0	$0	$3,290
Losses on disposal of capital assets	$0	$0	$0	$0	$0	$0	$0	$0
TOTAL EXPENSES	$16,943,779	$3,705,384	$267,752	$1,529,616	$1,690,672	$545,130	$337,602	$25,019,935
FTE Certificated				15	4			
FTE Uncertificated				23	58			

SCHEDULE B2 to the AFS
INSTRUCTION Grades 1 to 12 Program 2001-2002

	AB LEARNING INSTRUCTION BLOCK REVENUE	ALBERTA LEARNING OTHER REVENUE	NON-ALBERTA LEARNING REVENUE	INSTRUCTION BLOCK REALLOCATION	TOTAL REVENUE	TOTAL EXPENSES	NET
Basic Instruction	$18,922,562	$1,750,908	$1,503,258	$295,562	$22,472,290	$17,844,851	$4,627,439
School Admin & Instruction Support Expenses						$3,705,384	($3,705,384)
System Instruction Support Expenses						$267,752	($267,752)
Total Basic Instruction	$18,922,562	$1,750,908	$1,503,258	$295,562	$22,472,290	$21,817,987	$654,303
Sub-Programs & Initiatives							
Severely Disabled	$1,323,260		$0		$1,323,260	$1,690,672	($367,412)
English as a Second Language	$37,544				$37,544	$39,592	($2,048)
Enhanced Opportunities	$0				$0	$0	$0
Native Education Project	$55,356		$0		$55,356	$55,356	$0
Institutional Programs	$0				$0	$0	$0
Sparsity & Distance	$676,217				$676,217		$676,217
Growth & Density	$61,506				$61,506		$61,506
Teacher Assistants Program	$79,843				$79,843	$102,605	($22,762)
Early Literacy Initiative (K-2)	$148,192				$148,192	$148,192	$0
Learning Resources (LRC credit used)	$54,848		$363,903		$418,751	$1,011,619	($592,868)
Supernet	$0				$0	$0	$0
Technology Integration	$29,446		$0		$29,446	$144,022	($114,576)
French as a Second Language(all jurisdictions)	$18,194				$18,194		$18,194
Home Education	$9,891		$0		$9,891	$9,890	$1
Emergent	$0				$0	$0	$0
Total Sub-Programs & Initiatives	$2,494,297		$363,903		$2,858,200	$3,201,948	($343,748)
INSTRUCTION, GRADES 1-12 (plus Early Lit. ECS)	$21,416,859	$1,750,908	$1,867,161	$295,562	$25,330,490	$25,019,935	$310,555

School Jurisdiction Code: 1175

SCHEDULE C to the AFS
SUMMARY OF REVENUE TRANSFERS
BETWEEN ALBERTA LEARNING BLOCK ALLOCATIONS - 2001-2002

	Early Childhood Services	Instruction (Grades 1 to 12)	Operations and Maintenance	Transportation	Board and System Administration	External Services
Alberta Learning block allocations - Schedule A (Lines 1 & 2)	$1,435,933	$21,416,859	$1,652,434	$4,156,138	$1,426,694	
Reallocations permitted by the "Funding for School Authorities" manual						
From instruction block to:						
(1) External Services		$0				$0
From ECS component of instruction block:						
(1) Transportation (part of the 2% maximum) (Note)	$0			$0		
(2) Operations and maintenance of schools (part of the 2% maximum) (Note)	$0		$0			
From all or part of maximum 2% of instruction block to:						
(1) Operations and maintenance of schools		$0	$0			
(2) Transportation		$0		$0		
Calculation: 2% of $22,852,792 = $457,056 $0						
From instruction block (Growth & Denisty component) to:						
(1) Operations and maintenance of schools		$0	$0			
(2) Transportation		$0		$0		
Reallocations directed by the board of trustees						
From operations and maintenance of schools block to:						
(1) Transportation			$0	$0		
(2) Instruction		$82,203	($82,203)			
From transportation block to:						
(1) Operations and maintenance			$85,000	($85,000)		
(2) Instruction		$44,107		($44,107)		
From board and system administration block to:						
(1) Transportation				$0	$0	
(2) Operations and maintenance of schools			$40,000		($40,000)	
(3) Instruction		$0			$0	
From within the instruction block and its components:						
(1) Instruction to: Early childhood services (ECS)	$0	$0				
(2) ECS to: Instruction	($169,252)	$169,252				
AMOUNTS REFLECTED ON SCHEDULE A (Line 3)	($169,252)	$295,562	$42,797	($129,107)	($40,000)	$0

Note: Incremental ECS costs for transportation or O & M funded out of the instruction block should normally be recorded as a cost recovery on Schedule B rather than as a revenue transfer on this schedule.

School Jurisdiction Code: 1175

SCHEDULE D to the AFS
CALCULATION OF MAXIMUM ELIGIBLE EXPENSE LIMITS FOR BOARD (GOVERNANCE) AND SYSTEM ADMINISTRATION 2001-2002

STEP 1

Determine the total eligible revenue which is used as the BASE TOTAL to calculate the maximum eligible expense limits for Board and System Administration

Total Revenues (Schedule A):

Instruction Block	- Grades ECS -12 (excluding technology integration and emergent)	$22,823,346
Support Block	- Operations & Maintenance	$1,652,434
	- Transportation	$4,156,138
SUBTOTAL		$28,631,918

Other Revenues

Alberta Infrastructure (Operations & Maintenance)	$1,161,089
Other Alberta Learning revenues (Excluding One-Time Grant)	$0
Other - Government of Alberta (Excluding Alberta Finance)	$155,191
Federal government/First Nations	$47,087
Other Alberta school authorities	$3,402
Out of province local authorities	$0
Alberta municipalities	$14,210
Other sales and services	$855,390
Interest on investments	$348,458
Rentals of facilities	$41,542
Gains on disposal of capital assets	$5,990
Amortization of capital allocations	$877,465
School generated funds (Schedule E)	$1,112,204
BASE TOTAL FOR CALCULATING MAXIMUM EXPENSE LIMITS	**$33,253,946**

STEP 2

Calculation of maximum expense limit PERCENTAGE for Board and System Administration expenses

If "Total Net Enrolled Students" are 6,000 and over	= 4%	**4.79%**
If "Total Net Enrolled Students" are 2,000 and less	= 6%	

The Maximum Expense Limit for Board and System Administration is based on an arithmetical proration for the TOTAL FTE count for grades 1 -12, net of Home Education AND Adult students, between 2,000 to 6,000 at .0005 per FTE.

EXAMPLE: 4,500 FTE count grades 1-12 = 6,000 - 4,500 = 1,500 X .0005 = .75% plus 4% = maximum expense limit of 4.75%.

Note: Calculation unnecessary if Total FTE is 6,000 or more, and 2,000 & less.

STEP 3

Calculate maximum expense limit AMOUNTS for Board and System Administration expenses

Maximum Expense Limit percentage (Step 2) x Base Total (Step 1)		$1,592,864
Considerations for Charter Schools and Francophone Boards:		
If Charter School, enter 50,000	0	$0
If Francophone Board, enter 300,000	0	$0
(If none of these considerations apply, leave the above cells blank)		
MAXIMUM EXPENSE LIMIT		**$1,592,864**

STEP 4

Compare maximum expense limit amounts calculated in Step 3 to actual expenses (from Schedule A)

Actual Board Governance & System Administration expenses	$1,402,040
PLUS: transfers to Restricted - Operating (Board/System Administration)	$26,368
LESS: transfers from Restricted - Operating (Board/System Administration)	$0
TOTAL BOARD GOVERNANCE & SYSTEM ADMINISTRATION EXPENSES	$1,428,408
Maximum Expense Limit for Board & System Administration (Step 3)	$1,592,864
ACTUAL EXPENSES - OVER(UNDER) MAXIMUM EXPENSE LIMIT	-$164,456

School Jurisdiction Code: 1175

SCHEDULE E to the AFS
SOURCE & APPLICATION OF SCHOOL GENERATED FUNDS (SGF) - 2001-2002

Unexpended SGF - Opening Balance August 31, 2001		$476,622
Source of School Generated Funds:		
Total School Generated Funds for the year (Note 1)	$1,112,204	
Less: SGF - related cost recoveries (Note 2)	$388,810	
- capitalized at the District level	$0	
Net Total	$723,394	
Plus: Donations Received (Note 3)	$42,946	
Equals: Net Additions to SGF		$766,340
Net SGF Available for discretionary spending		$1,242,962
Net SGF revenue and Net SGF expense - per schedule A, line 26 and line 37		
Net expended SGF for discretionary purposes (Note 4)		$783,328
Unexpended SGF - Closing Balance August 31, 2002		$459,634

Note 1 Excludes fees collected pursuant to Section 60(2)(j) of the School Act (e.g. instruction materials and technology fees determined by board policy or resolution). This is the amount used to calculate the administrative cap. See Schedule E.

Note 2 These are the expenses (a) incurred in generating SGF (e.g. fundraising expenses, printing of tickets, payment to DJ at school dance; cost of goods sold for school cafeteria/servery; staffing and supplies for a dinner; raffle prizes; supplies for a car wash; book fair purchases; meals for lunch program), or (b) collected and disbursed for the benefit of individual students (e.g. cost of field trips for student activities not leading to CEU's). Monies collected for CEU-related activities are not SGF. They are recorded as instruction fees.

Note 3 Donations are restricted to cash; gifts in kind are treated as board assets, not SGF. Amounts are net of related expenses.

Note 4 Only SGF expended for discretionary purposes are recorded as revenue and expense; unexpended funds are carried forward on the balance sheet to the succeeding year. Any capital items purchased with SGF should be treated as a SGF-related cost recovery.

School Jurisdiction Code: 1175

SCHEDULE F to the AFS
Operations and Maintenance Program 2001-2002 Expenses

	Operations and Maintenance								
EXPENSES	**Maintenance Office & Shop Administration**	**Preventative Maintenance**	**Custodial**	**Fire/Security/ Safety Systems**	**Sites and Grounds Maintenance**	**Utilities and Communications**	**Expensed Block BQRP/Mod.**	**Capital & Debt Services and Transfers**	**Total Operations and Maintenance**
Uncertificated salaries and wages	$99,784	$334,775	$0	$3,526	$3,500	$0	$90,620		$532,205
Uncertificated benefits	$18,499	$68,527	$0	$670	$665	$0	$22,230		$110,591
SUB - TOTAL REMUNERATION	$118,283	$403,302	$0	$4,196	$4,165	$0	$112,850		$642,796
Contracted Services	$97,267	$92,237	$800,935	$15,188	$119,835	$15,215	$88,243		$1,228,920
Supplies	$7,203	$348,935	$55,417		$34,566		$499,280		$945,401
Electricity						$632,112			$632,112
Natural Gas/Heating Fuel						$260,488			$260,488
Sewer and Water						$47,134			$47,134
Cost recoveries & transfers								$0	$0
Amortization of capital assets									
Supported								$889,056	$889,056
Unsupported	$0	$0	$0	$0	$0	$0	$0	$35,218	$35,218
Total Amortization	$0	$0	$0	$0	$0	$0	$0	$924,274	$924,274
Interest on capital debt									
Supported								$1,699,322	$1,699,322
Unsupported								$0	$0
Other interest charges								$0	$0
Losses on disposal of capital assets								$0	$0
TOTAL EXPENSES	$222,753	$844,474	$856,352	$19,384	$158,566	$954,949	$700,373	$2,623,596	$6,380,447
FTE Uncertificated (Board/Contract)	2.0	9.0	0.0	0.0	0.0	0.0	3.0	0.0	14.0

Notes:

Maintenance Office & Shop Administration:	Includes all maintenance office related remuneration, supplies, services and contracts.
Preventative Maintenance:	Includes all structural, architectural, mechanical and electrical maintenance items identified below. - activities required for operating and maintaining the structure, envelope, roof, parkade, ramps/fire escapes, fixed exterior walls, exterior finishes of the buildings and outside doors/other barriers - activities for purchase, installation, maintenance and repair of mechanical and electrical systems for the maintenance buildings and schools.
Custodial:	Includes all the activities required for ensuring the buildings are kept in a clean and tidy condition.
Fire/Security/Safety Systems:	Includes all activities required for fire prevention/alarms systems, security personnel and alarm systems, detection systems and related safety systems for the property.
Sites & Grounds Maintenance:	Sites & Grounds Maintenance: includes all activities required for maintenance and upkeep of exterior grounds, parking lots, athletic fields including snow removal and lawn care.
Utilities & Communications:	Includes all cost related to electricity(light & power), natural gas and other heating fuels, sewer & water and all forms of communications.
Expensed Block BQRP/Mod:	Includes all non-capital activities related to Block BQRP/Modernization expensed by the jurisdiction.
Capital & Debt Services:	Includes all activities related to supported school amortization and debt interest expense. All unsupported amortization is allocated to the appropriate sub-categories.

School Jurisdiction Code: 1175

SCHEDULE G to the AFS
DISCLOSURE OF SALARIES AND BENEFITS - 2001-2002
(SECTION 126.1 OF THE SCHOOL ACT)

	FTE's or Individuals	Remuneration	Benefits	Allowances	Performance Bonuses	ERIP's / Other	Total	Expenses
Board of Trustees:								
Chairman								
Name Clayton Jespersen	1	$22,258	$4,041	$0	$0	$0	$26,299	$4,118
Board Members:								
Name Garry Borg	1	$12,250	$3,686	$0	$0	$0	$15,936	$3,306
Name Laurie Hodge	0.83	$12,624	$277	$0	$0	$0	$12,901	$2,634
Name Maureen Kubinec	1	$10,999	$3,652	$0	$0	$0	$14,651	$1,741
Name Ken Nagel	1	$16,266	$1,252	$0	$0	$0	$17,518	$6,970
Name Joyce Venables	1	$16,211	$3,057	$0	$0	$0	$19,268	$4,360
Name Sharon Volorney	1	$15,657	$1,329	$0	$0	$0	$16,986	$2,169
Name Alfred (Ed) Magee (Sept & Oct/01)	0.17	$1,127	$545	$0	$0	$0	$1,672	$162
Name	0	$0	$0	$0	$0	$0	$0	$0
Name	0	$0	$0	$0	$0	$0	$0	$0
Name	0	$0	$0	$0	$0	$0	$0	$0
Subtotal	**7**	**$107,392**	**$17,839**	**$0**	**$0**	**$0**	**$125,231**	**$25,460**
Superintendent Siegfried Schmold (2)	1	$107,225	$6,239	$0	$0	$0	$113,464	$5,813
Secretary/Treasurer Tracy Meunier (2)	1	$85,280	$11,361	$0	$0	$0	$96,641	$3,793
Secretary (2)	0	$0	$0	$0	$0	$0	$0	$0
Treasurer (2)	0	$0	$0	$0	$0	$0	$0	$0
Certificated Salaries (1)	239.694	$15,877,176	$1,896,429	$0	$0	$0	$17,773,605	$150,911
Uncertificated Salaries & Wages (1)	347	$6,727,491	$1,329,267	$0	$0	$0	$8,056,758	$83,557
TOTALS		**$22,904,564**	**$3,261,135**	**$0**	**$0**	**$0**	**$26,165,699**	**$269,534**
				Sub-Total of Salaries and Benefits from Schedule A:			$26,165,699	

Notes: Please refer to completion information on page 15.

(1) Full time equivalents (FTE's)

(2) Employed or contracted

School Jurisdiction Code: 1175

SCHEDULE G1 to the AFS

DISCLOSURE OF SALARIES AND BENEFITS *(SECTION 148.1 OF THE SCHOOL ACT)*

COMPLETION INFORMATION

(1) Salary and benefits consist of and agree with the amounts properly recorded in the school jurisdiction's payroll records and related object codes for salaries, wages and benefits.

(2) **Remuneration** includes regular base salaries, administrative allowances, overtime, lump sum payments EXCEPTING TERMINATION BENEFITS (See #10A below), honoraria, deferred salary leave accruals and any other direct cash remuneration EXCEPTING PERFORMANCE PAY (See #10 below).

(3) Certificated salaries include the aggregate of all payments for certificated staff regardless of the length, nature or definition of the employment agreement. The number of full time equivalent staff should be measured as at September 30.

(4) Uncertificated salaries and wages should be measured in terms of the number of individuals employed as at September 30.

(5) Salary and benefits information should be the aggregate amount covering the same fiscal period as the audited financial statements.

(6) Salary must include deferred salary accruals.

(7) Salary includes only payments for services subject to an employer-employee relationship.

(8) **Benefits** include the employer's share of all employee benefits and contributions or payments made on behalf of employees including retirement pensions, Canada pension plan (CPP), employment insurance (EI), health care, dental coverage, vision coverage, out of country medical benefits, group life insurance, accidental disability and dismemberment insurance, long and short term disability plans.

(9) **Allowances** include all monies paid to an employee as miscellaneous **negotiated** allowances. This category will include car or travel allowances, isolation allowances, relocation expenses, sabbaticals, special leave with pay, financial and retirement planning services, and club memberships. ADMINISTRATIVE ALLOWANCES are included in **Remuneration**.

(10) **Performance Bonuses** include those monies paid to employees of the school authority that are tied to the achievement of some specifed goal or objective.

(10A) **Other** includes termination benefits ((severance pay, retiring allowances (ERIP's), sick leave and other settlement costs due to loss of employment).

(11) **Expenses** will include the reimbursements of travel, subsistence, moving costs, conference fees, etc., paid by the employee **or on his/her behalf** in performing the responsibilities of employment.

(12) The superintendent's remuneration is in terms of one individual who is the Chief Executive Officer. Benefits for the superintendent do not include Alberta Learning contributions to the Teachers Retirement Fund pension plan.

(13) A position should include salary, benefits and allowances earned by an individual who officially acted in a position while it was vacant. If a position was vacant and no one acted in the position, the position should not be disclosed.

(14) Benefits and allowances need not include an amount for automobile, housing or other benefits for which a value cannot be reasonably estimated.

(15) If a position is occupied by more than one individual during a year, the aggregate salary, benefits and allowances earned by the individuals in the position should be disclosed. An explanatory note should indicate the number of individuals.

School Jurisdiction Code: [illegible]

AUDITED
FINANCIAL STATEMENTS
and Supporting Schedules
FOR THE YEAR ENDED AUGUST 31, 2002

[School Act, Sections 147(2)(a), 151(1) and 276]

PRAIRIE LAND REGIONAL DIVISION #25
Name of School Jurisdiction

Bag Service 1400, Hanna Alberta T0J 1P0
Mailing Address

Phone (403) 854-4481 or Fax (403) 854-2803
Telephone and Fax Numbers

SCHOOL JURISDICTION MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The financial statements and supporting schedules of Prairie Land Regional Division #25 (Name of School Jurisdiction) presented to Alberta Learning have been prepared by school jurisdiction management which has responsibility for their preparation, integrity and objectivity. The financial statements and schedules, including notes, have been prepared in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

In fulfilling its reporting responsibilities, management has maintained internal control systems and procedures designed to provide reasonable assurance that the school jurisdiction's assets are safeguarded, that transactions are executed in accordance with appropriate authorization and that accounting records may be relied upon to properly reflect the school jurisdiction's transactions. The effectiveness of the control systems is supported by the selection and training of qualified personnel, an organizational structure that provides an appropriate division of responsibility and a strong budgetary system of control.

Board of Trustees Responsibility
The ultimate responsibility for the financial statements lies with the Board of Trustees. The Board reviewed the financial statements with management in detail and the Board approved the financial statements for release.

External Auditors
The Board appoints external auditors to audit the financial statements and meets with the auditors to review their findings. The external auditors have full and free access to school jurisdiction records.

Declaration of Management and Board Chairman
To the best of our knowledge and belief, these financial statements and supporting schedules reflect, in all material respects, the financial position and results of operations and cash flows for the year in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

BOARD CHAIRMAN

JOHN G NEILL
John Neil

John G Neill
Signature

SUPERINTENDENT

GARRY ANDREWS
Dr. Garry Andrews

Garry Andrews
Signature

SECRETARY TREASURER OR TREASURER

Allan Kallal
Allan Kallal

Signature

Nov. 27, 2002
Dated

c.c. ALBERTA LEARNING, School Reporting Branch
8th Floor Commerce Place, 10155-102 Street, Edmonton AB T5J 4L5
EMAIL: [illegible]@gov.ab.ca
PHONE: (780) 427-7782 FAX: (780) 422-6306

School Jurisdiction Code: 1115

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ELL & ANDERSON
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Auditor's Report

To the Board of Trustees
Prairie Land Regional Division #25

We have audited the statement of financial position of the Prairie Land Regional Division #25 as at August 31, 2002 and the statements of revenues and expenses, cash flows, changes in net assets and capital allocations for the year then ended. These financial statements are the responsibility of the school jurisdiction's management. Our responsibility is to express an opinion on these financial statements based on my audit.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform the audit to obtain reasonable assurance as to whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the financial position of the school jurisdiction as at August 31, 2002 and the results of its operations, changes in cash flows, net assets and capital allocations for the year then ended in accordance with Canadian generally accepted accounting principles.

Our audit was conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The supplementary information included in Schedules A through G is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such supplementary information has been subjected to the auditing procedures applied in the audit of the basic financial statements and in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

Ell & Anderson
CHARTERED ACCOUNTANTS

Hanna, Alberta
October 25, 2002

CA Member of
The Institute of Chartered Accountants of Alberta

* [illegible] as a professional [illegible]

School Jurisdiction Code: 1115

STATEMENT OF FINANCIAL POSITION

as at August 31

(in dollars)

		2002	2001
ASSETS			
Current assets			
Cash and temporary investments		$6,981,759	$7,398,589
Accounts receivable (net after allowances)			
Province of Alberta		$267,132	$395,158
Federal Government and/or First Nations		$122,604	$121,092
Alberta municipalities		$4,135	$3,092
Other Alberta school jurisdictions		$23,755	$17,498
Other		$101,800	$89,389
Prepaid expenses		$84,113	$41,116
Other current assets		$0	$0
Total current assets		$7,585,298	$8,065,934
School generated assets		$223,037	$201,917
Trust assets		$583,042	$532,423
Capital assets			
Land		$574,670	$574,670
Buildings	$32,232,640		
Less: accumulated amortization	($12,176,168)	$20,056,472	$20,864,756
Equipment	$1,227,909		
Less: accumulated amortization	($449,890)	$778,019	$662,564
Vehicles	$4,442,914		
Less: accumulated amortization	($2,662,513)	$1,780,401	$1,911,978
Total capital assets		$23,189,562	$24,013,968
TOTAL ASSETS		$31,580,939	$32,814,242
LIABILITIES			
Current liabilities			
Bank indebtedness		$0	$0
Accounts payable and accrued liabilities			
Province of Alberta		$224,956	$257,074
Federal Government and/or First Nations		$0	$0
Alberta municipalities		$0	$0
Other Alberta school jurisdictions		$0	$0
Other		$693,811	$865,801
Deferred revenue		$599,133	$610,437
Deferred capital allocations		$0	$0
Current portion of all long term debt		$683,904	$687,330
Total current liabilities		$2,201,804	$2,420,642
School generated liabilities		$223,037	$201,917
Trust liabilities		$583,042	$532,423
Unfunded employee future benefit liability		$0	$0
Long term debt			
Supported: Debentures and other supported debt		$4,922,985	$5,610,316
Less: Current portion of supported debt		($683,904)	($687,330)
Unsupported: Debentures and Capital Loans		$0	$0
Capital Leases		$0	$0
Mortgages		$0	$0
Less: Current portion of unsupported debt		$0	$0
Unamortized capital allocations		$14,711,786	$14,817,577
Total long term liabilities		$19,756,946	$20,474,903
TOTAL LIABILITIES		$21,958,750	$22,895,545
NET ASSETS			
Unrestricted net assets		$707,626	$461,886
Operating Reserves		$3,836,583	$4,127,455
Accumulated Operating Surplus (Deficit)		$4,544,209	$4,589,341
Investment in capital assets		$3,554,801	$3,586,086
Capital Reserves		$1,523,179	$1,743,270
Total Capital Funds		$5,077,980	$5,329,356
Total net assets		$9,622,189	$9,918,697
TOTAL LIABILITIES AND NET ASSETS		$31,580,939	$32,814,242

School Jurisdiction Code: 1115

STATEMENT OF REVENUES AND EXPENSES

for the Year Ended August 31

(in dollars)

	Actual 2002	Budget 2002 (1)	Actual 2001 (2)
REVENUES			
Alberta Learning	$15,992,726	$16,570,022	$16,035,724
Alberta Infrastructure	$1,120,365	$165,000	$630,343
Alberta Finance	$557,400	$687,330	$740,481
Other Government of Alberta	$13,656	$64,926	$82,094
Federal Government and/or First Nations	$4,824	$0	$35,248
Other Alberta school authorities	$0	$0	$0
Out of province local authorities	$0	$0	$0
Alberta Municipalities (excluding supplementary requisitions)	$174,110	$121,356	$172,217
Instruction resource fees	$178,642	$115,570	$141,637
Transportation fees	$0	$0	$0
Other sales and services	$89,158	$21,000	$238,775
Investment income	$215,936	$230,000	$383,020
Gifts and donations	$18,646	$0	$1,880
Rentals of facilities	$109,460	$120,000	$116,765
Net school generated funds	$250,521	$280,000	$204,240
Gains on disposal of capital assets	$41,050	$15,000	$36,330
Amortization of capital allocations	$793,121	$794,157	$793,121
Total Revenues	$19,559,615	$19,184,361	$19,611,875
EXPENSES			
Certificated salaries	$8,580,483	$8,421,915	$8,141,980
Certificated benefits	$937,981	$1,023,000	$900,283
Uncertificated salaries and wages	$3,702,305	$3,350,000	$3,353,456
Uncertificated benefits	$577,101	$407,000	$499,764
Services, contracts and supplies	$3,993,918	$3,690,959	$4,383,885
Net school generated funds	$250,521	$280,000	$204,240
Capital and debt services			
Amortization of capital assets			
Supported	$793,121	$794,157	$793,121
Unsupported	$523,223	$530,000	$545,575
Total Amortization of capital assets	$1,316,344	$1,324,157	$1,338,696
Interest on capital debt			
Supported	$476,464	$687,330	$540,684
Unsupported	$0	$0	$0
Total Interest on capital debt	$476,464	$687,330	$540,684
Other interest charges	$0	$0	$0
Losses on disposal of capital assets	$21,006	$0	$15,952
Total Expenses	$19,856,123	$19,184,361	$19,378,940
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES BEFORE FUNDING ALLOCATED FOR CAPITAL PURPOSES	($296,508)	$0	$232,935
Block BQRP revenue used for capital purposes	$0	$0	$0
Block MOD revenue used for capital purposes	$0	$0	$0
1999 One-time grant revenue used for capital purposes	$0	$0	$0
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES	($296,508)	$0	$232,935

Note (1) 2001-2002 budget numbers as restated or taken from the finalized Budget Report pursuant to section 147(2)(b) of the School Act.

Note (2) 2000-2001 actuals as restated or taken from the finalized audited financial statements pursuant to Section 147(2)(a) of the School Act.

School Jurisdiction Code: 1115

STATEMENT OF CASH FLOWS

for the Year Ended August 31

(in dollars)

		2002	2001
CASH FLOWS FROM:			
A. OPERATIONS			
Surplus (deficit) of revenues over expenses for the year		($296,508)	$232,935
Add (Deduct) items not requiring cash:			
Amortization of capital allocations revenue		($793,121)	($793,121)
Total amortization expense		$1,316,344	$1,338,696
Gains on disposal of capital assets		($41,050)	$0
Losses on sale of capital assets		$21,006	$0
Changes in accrued accounts:			
Accounts receivable		$106,803	$40,877
Prepaids and other current assets		($42,997)	$111,348
Payables and accrued liabilities		($204,108)	$98,312
Deferred revenue		($11,304)	$1,880
Unfunded employee future benefit expense (recovery)		$0	$0
Other (e.g. change in net trust liabilities)		$0	$0
Total sources (uses) of cash from Operations		$55,065	$1,030,927
B. INVESTING ACTIVITIES			
Purchases of capital assets			
Land		$0	$0
Buildings		$0	$0
Equipment		($245,179)	($75,672)
Vehicles		($267,765)	($369,621)
Proceeds from disposal of capital assets		$41,050	$78,435
Other (describe)			($20,376)
Total sources (uses) of cash from Investing activities		($471,894)	($387,234)
C. FINANCING ACTIVITIES			
Capital allocations received		$0	$0
Issue of long term debt		$0	$0
Repayment of long term debt		($687,331)	($687,330)
Add back: supported portion		$687,330	$687,330
Total sources (uses) from Financing activities		($1)	$0
Net sources (uses) of cash equivalents* during year		($416,830)	$643,693
Cash Equivalents at the beginning of the year		$7,398,589	$6,754,896
Cash Equivalents at the end of the year	$6,981,759	$6,981,759	$7,398,589

Note: Cash equivalents consist of:
- cash and temporary investments
- bank indebtedness

School Jurisdiction Code: 0

STATEMENT OF CHANGES IN NET ASSETS

for the Year Ended August 31, 2002

(in dollars)

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)	(14)	(15)
	TOTAL NET ASSETS (Columns 2+3+4	INVESTMENT IN CAPITAL ASSETS	UNRESTRICTED NET ASSETS	TOTAL RESTRICTED NET ASSETS Columns 5 to 15	RESTRICTED NET ASSETS										
					School Based		Alberta Infrastructure			Board & System Admin.		Transportation		External Services	
					Unsupported Operating Reserves	Unsupported Capital (Vehicle, Equip) Reserves	Unsupported O& M Operating Reserves	Supported School (Bldg/Land) Capital Reserves	Unsupported Capital (Bldg, Vehicle, Equip) Reserves	Unsupported Operating Reserves	Unsupported Capital (Bldg, Vehicle, Equip) Reserves	Unsupported Operating Reserves	Unsupported Capital (Bldg, Vehicle, Equip) Reserves	Unsupported Operating Reserves	Unsupported Capital (Bldg, Vehicle, Equip) Reserves
Balance at August 31, 2001	$9,875,912	$3,543,301	$461,886	$5,870,725	$3,057,000	$529,000	$856,600	$407,769	$185,231	$50,000	$36,000	$0	$585,270	$163,855	$0
Prior period adjustments (describe)															
Capital Asset Restatement	$42,785	$42,785	$0	$0	$0	$0	$0	$0		$0	$0	$0		$0	$0
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
Adjusted Balance, Aug. 31, 2001	$9,918,697	$3,586,086	$461,886	$5,870,725	$3,057,000	$529,000	$856,600	$407,769	$185,231	$50,000	$36,000	$0	$585,270	$163,855	$0
Surplus(def) of revenue over expenses	($296,508)		($296,508)												
Block BQRP funded capital transactions		$0	$0												
Block MOD funded capital transactions		$0	$0												
Board funded capital transactions		$512,944	($251,803)	($261,141)	$0	($100,433)	$0		$16,000	$0	($26,000)	$0	($150,708)	$0	$0
Donations of non-amortizable assets	$0	$0													
Amortization of capital assets		($1,316,344)	$1,316,344												
Amortization of capital allocations		$793,121	($793,121)												
Disposal of unsupported capital assets		($21,006)	$21,006	$0		$0			$0		$0		$0		$0
Disposal of supported capital assets	$0	$0	$0	$0				$0							
Debt principal payments (unsupported)		$0	$0	$0	$0	$0	$0	$0	$0	$0	$0				
Net transfers to operating reserves			($57,296)	$57,296	$57,296	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
Net transfers from operating reserves			$348,168	($348,168)	($307,488)		($18,439)	$0	$0	$0	$0	$0	$0	($22,241)	
Net transfers to capital reserves			($41,050)	$41,050	$0	$0	$0	$0	$39,000	$0	$0	$0	$2,050	$0	$0
Net transfers from capital reserves	$0		$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
Balance at August 31, 2002	$9,622,189	$3,554,801	$707,626	$5,359,762	$2,806,808	$428,567	$838,161	$407,769	$240,231	$50,000	$10,000	$0	$436,612	$141,614	$0

School Jurisdiction Code: 1115

STATEMENT OF CAPITAL ALLOCATIONS
(SUPPORTED CAPITAL FINANCING ONLY)
for the Year Ended August 31, 2002

(in dollars)

		Deferred Capital Allocations	Unamortized Capital Allocations
Balance at August 31, 2001		$0	$14,817,577
Add:			
Capital allocations from:	AB Infrastructure - New/Modernization Projects	$0	
	Other Government of Alberta	$0	
	Federal Government and/or First Nations	$0	
	Alberta Municipalities	$0	
	Other Alberta school jurisdictions	$0	
	Other	$0	
Interest earned on provincial government capital allocations		$0	
Other capital grants and donations		$0	
Insurance proceeds		$0	
Donated capital assets (depreciable, at Fair Market Value)			$0
Transferred in capital assets (depreciable, at Net Book Value)			$0
Current Year Debenture Principal Repayment			$687,330
Expended capital allocations - current year		$0	$0
Less:			
Unamortized Capital Allocation affected by a disposal through transfer out			$0
Capital allocations amortized to revenue			$793,121
Balance at August 31, 2002		$0	$14,711,786

PRAIRIE LAND REGIONAL DIVISION #25
Notes to the Financial Statements
Year Ended August 31, 2002

1. AUTHORITY AND PURPOSE

The School Jurisdiction delivers education programs under the authority of the School Act, Chapter S-3.1, Statutes of Alberta, 1988.

The jurisdiction receives block allocations for instruction and support under Regulation 72/95. The regulation limits funding and expenses for administration. It permits the jurisdiction, within specified limits, to reallocate funding between the instruction and support blocks.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

These financial statements have been prepared in accordance with Canadian generally accepted accounting principles (GAAP) and accounting policies consistent with those prescribed by Alberta Learning for Alberta school jurisdictions. The precise determination of many assets and liabilities is dependent on future events. As a result, the preparation of financial statements for a period involves the use of estimates and approximations, which have been made using careful judgment. Actual results could differ from those estimates and approximations. The financial statements have, in management's opinion, been properly prepared within reasonable limits of materiality and within the framework of the accounting policies summarized below:

a) Revenue Recognition

Revenue is recognized as follows:

Instruction and support allocations are recognized in the year to which they relate.

Fees for services related to courses and programs are recognized as revenue when such courses and programs are delivered.

Unrestricted contributions are recognized as revenue when received and receivable. Contributions in-kind are recorded at fair market value when reasonably determinable.

Externally restricted contributions are deferred and recognized as revenue in the period in which the restriction is complied with. Endowment funds, which are to be retained as net assets, are recorded as direct increases in trust assets and liabilities.

b) Capital Assets

Capital Assets are reflected in the accounts at cost, and are amortized over their estimated useful lives on a straight-line basis, at the following rates:

Buildings	2.5% to 4%
Vehicles & Buses	10% to 20%
Equipment & Furnishings	10% to 20%

Only capital assets with costs in excess of $5,000 are capitalized. Any capital allocations received for asset additions are amortized over the same period as the related asset.

c) School Generated Funds

These are funds in the community, which come under the control and responsibility of the school principal and are for school activities. These funds are usually collected and retained at the school for expenditures paid at the school level (e.g. yearbook sales, graduation fees, field trip fees, etc.)

d) Vacation Pay

Vacation Pay is accrued in the period in which the employee earns the benefit.

e) Pensions
Pension costs included in these statements comprise the cost of employer contributions for current service of employees during the year.

The school board participates in the multi-employer pension plan, Local Authorities Pension Plan. The expense for this pension plan is equivalent to the annual contributions of $166,797 for the Year ended August 31, 2002.

f) Prepaid Expenses
Certain expenditures incurred and paid before the close of the school year are for specific school supplies, which will be consumed subsequent to the year-end, and are accordingly recorded as prepaid expenses. Certain insurance expenses fall into this category.

g) Contributed Services
Volunteers contribute a considerable number of hours per year to various schools, which are within the school board to ensure that certain programs are delivered, such as kindergarten, lunch services and the raising of school generated funds. Because of the difficulty of compiling these hours and the fact that these services are not otherwise purchased, contributed services are not recognized in the financial statements.

h) Financial Instruments
The jurisdiction's financial instruments consist of cash, accounts receivable, accounts payable, accrued liabilities, and long-term debt. It is management's opinion that the jurisdiction is not exposed to significant interest, currency or credit risks arising from these financial instruments. Unless otherwise noted, the fair values of these financial instruments approximate their carrying values. The jurisdiction has invested surplus funds in accordance with Section 44 of the *School Act* and Section 5 of the Trustees Act.

i) Operating and Capital Reserves
Reserves are established at the discretion of the Board of Trustees of the jurisdiction or externally, to set aside funds for operating and for future capital expenditures. Such reserves are appropriations of accumulated surplus.

j) Employee Future Benefits
The jurisdiction accounted for the future cost of employee benefits commencing in the 2001/2002 school year using the retroactive approach. There is no financial impact on the jurisdiction at this time.

3. BANK INDEBTEDNESS

The jurisdiction has negotiated a line of credit in the amount of $500,000 that bears interest at the bank prime rate. This line of credit, which is secured by a borrowing bylaw and a security agreement covers all revenue of the jurisdiction. There was no balance outstanding on the line of credit at August 31, 2002.

4. DEFERRED REVENUE

	2002	2001
Technology Integration Funding		$83,420
One Time Grant Funding - Operg	9,881	135,039
One Time Grant Funding - AISI	181,846	29,124
BORP	302,242	[illegible]
Block Modernization	650	85,547
Facility Study	2,650	10,650
Altario ECS Donation	15,000	15,000
Rural transportation	56,666	
Early Literacy	5,648	
Other	23,380	13,740
Total	$599,133	$610,437

5. TRUST ASSETS AND LIABILITIES

These balances represent cash that is held in trust by the jurisdiction for following areas:

	2002	2001
Scholarship Trusts		
Berry Creek	$250,638	$251,835
Cochrane	5,489	5,333
McLaren-Cook	3,331	3,144
Deugo	2,048	1,780
Fielding	55,599	54,862
Neutral Hills	61,249	60,955
Gourlay	3,470	3,425
Housch	1,019	1,000
Gramlich	1,861	1,860
Kush	5,335	5,299
Olsen	4,731	4,606
Shepherd	5,554	5,060
Todd	5,368	5,000
Ward	6,309	5,735
Prairie Land interest on $200,000 fund	4,205	0
Wimmer	3,502	3,500
JC Charyk	37,557	41,557
Special Areas #2 Bursary	125,777	77,472
Total	$583,042	$532,423

6. LONG TERM DEBT

a) Debenture Debt – Supported

The debenture debt bears interest at rates varying between 6% and 12%. The debenture debt is fully supported by Alberta Treasury. The current portion of long-term debt consists entirely of amounts payable by Alberta Treasury on supported debt; therefore, the working capital (current assets minus current liabilities) is understated by this amount. Debenture payments due over the next five years and beyond are as follows:

	Principal	Interest	Total
2002-2003	$683,904	$445,413	$1,129,317
2003-2004	656,454	382,642	1,039,096
2004-2005	545,974	322,100	868,074
2005-2006	518,474	272,679	791,153
2006-2007	518,474	226,112	744,586
2007 to maturity	1,999,705	599,333	2,599,038
Total	$4,922,985	$2,248,279	$7,171,264

b) Capital Leases – Unsupported

There are currently no capital leases held by the jurisdiction.

7. CONTINGENCIES

Contingent Asset

The jurisdiction is a member of a reciprocal insurance exchange called ALAIRE. A portion of the premiums paid each year represents equity contributions to the insurance fund. These payments have been recorded as expenditures in the financial statements as the value of equity is subject to liability claims and is not an asset that the jurisdiction can liquidate.

8. BUDGET AMOUNTS

The budget was prepared by the school jurisdiction and approved by the Board of Trustees. It is presented for information purposes only and has not been audited.

9. PRIOR PERIOD ADJUSTMENT

During the year it was determined that certain capital costs in excess of $5,000 had not been capitalized in the prior year relating to certain school monitoring equipment for the Delia and Morrin schools. This resulted in increasing equipment on the 2001 prior year for $42,785, net of amortization of $6,332 for 2001, being capitalized with an equal increase in investment in capital assets for the prior year.

SCHEDULE A to the AFS
ALLOCATION OF REVENUES AND EXPENSES TO PROGRAMS - 2001-200

REVENUES	TOTAL	Early Childhood Services	Total Instruction (Grades 1 to 12)	Operations and Maintenance of Schools & Maintenance Shops	Transportation	Board & System Administration			External Services
						Board Governance	System Admintration	Total Board & System Admin.	
Alberta Learning allocations									
(1) Instruction block	$11 729 256	$347 108	$11 382 148						
(2) Support block	$3 541 409			$763 447	$1 888 857			$889 105	
(3) Instruction & support block reallocations	$0	$4 562	($74 562)	$0	$0			$0	$70 000
(4) Alberta Initiative for School Improvement (AISI)	$91 799	$1 902	$89 897						
(5) Student Health Initiative (SHI)	$69 831	$0	$69 831						$0
(6) Teacher Salary Enhancement (TSE)	$361 691	$10 231	$344 260					$7 200	$0
(7) Regional Assessment Services (4 boards only)	$0								$0
(8) Regional P.D. Consortium (6 boards only)	$0								$0
(9) Other Alberta Learning revenues	$198 740	$0	$198 740	$0	$0			$0	$0
(10) **Total Alberta Learning Revenue**	$15 992 726	$363 803	$12 010 314	$763 447	$1 888 857			$896 305	$70 000
Alberta Infrastructure									
(11) Expensed Block Mod. Block BQRP support	$603 252		$0	$603 252					
(12) Operations and Maintenance support	$517 113			$517 113					
(13) **Total Alberta Infrastructure Revenue**	$1 120 365		$0	$1 120 365					
(14) **Alberta Finance**	$557 400		$0	$557 400	$0			$0	
(15) **Other - Government of Alberta**	$13 656	$0	$1 569	$10 518	$1 569			$0	$0
(16) **Federal Government and/or First Nations**	$4 824	$0	$0	$0	$4 824			$0	$0
(17) **Other Alberta school authorities**	$0	$0	$0	$0	$0			$0	$0
(18) **Out of province local authorities**	$0	$0	$0	$0	$0			$0	$0
(19) **Alberta municipalities (excl. supplementary requisitions)**	$174 110	$0	$0	$0	$0			$0	$174 110
(20) **Instruction resource fees**	$178 642	$6 545	$172 097						
(21) **Transportation fees**	$0				$0				
(22) **Other sales and services**	$89 158	$0	$24 213	$40 156	$22 355			$2 434	$0
(23) **Investment income**	$215 936	$0	$8 400	$207 536	$0			$0	$0
(24) **Gifts and donations**	$18 646	$0	$9 646	$9 000	$0				$0
(25) **Rentals of facilities**	$109 460	$0	$0	$109 460	$0			$0	$0
(26) **Net school generated funds**	$250 521		$250 521					$0	
(27) **Gains on disposal of capital assets**	$41 050	$0	$0	$39 125	$1 925			$0	$0
(28) **Amortization of capital allocations**	$793 121		$28 783	$764 338	$0				
(29) **TOTAL REVENUES** $19 559 615	$19 559 615	$370 348	$12 505 543	$3 621 345	$1 919 530			$898 739	$244 110
EXPENSES									
(30) **Certificated salaries**	$8 580 483	$217 289	$8 163 350				$199 844	$199 844	$0
(31) **Certificated benefits**	$937 981	$25 243	$896 789				$15 949	$15 949	$0
(32) **Uncertificated salaries and wages**	$3 702 305	$99 352	$1 300 742	$680 117	$1 115 923	$73 580	$257 054	$330 634	$175 537
(33) **Uncertificated benefits**	$577 101	$19 047	$249 594	$125 684	$100 174	$484	$49 994	$50 478	$32 124
(34) **SUB - TOTAL**	$13 797 870	$360 931	$10 610 475	$805 801	$1 216 097	$74 064	$522 841	$596 905	$207 661
(35) **Services, contracts & supplies**	$3 993 918	$9 418	$1 520 054	$1 581 873	$548 826	$82 817	$196 147	$278 964	$54 783
(36) **Cost recoveries & transfers (must balance to zero)**	$0	$0	$0	$0	$0	$0	$0	$0	$0
(37) **Net school generated funds**	$250 521		$250 521						
Capital and debt services									
Amortization of capital assets									
(38) Supported	$793 121	$0	$28 783	$764 338	$0	$0	$0	$0	$0
(39) Unsupported	$523 223	$0	$107 438	$60 171	$332 506	$0	$23 108	$23 108	$0
(40) Total Amortization	$1 316 344	$0	$136 221	$824 509	$332 506	$0	$23 108	$23 108	$0
Interest on capital debt									
(41) Supported	$476 464	$0	$0	$476 464	$0	$0	$0	$0	$0
(42) Unsupported	$0	$0	$0	$0	$0	$0	$0	$0	$0
(43) Other interest charges	$0	$0	$0	$0	$0	$0	$0	$0	$0
(44) Losses on disposal of capital assets	$21 006	$0	$0	$0	$21 006	$0	$0	$0	$0
(45) **TOTAL EXPENSES** $19 856 123	$19 856 123	$370 349	$12 517 271	$3 688 647	$2 118 435	$156 881	$742 096	$898 977	$262 444
(46) Surplus(deficit) Before Funding Allocated for Capital Purposes	($296 508)	($1)	($11 728)	($67 302)	($198 905)			($238)	($18 334)
TOTAL applicable number of students/children	1 906	119	1 846	1 906	1 040			1 906	
AVERAGE PROGRAM COSTS per applicable student/child	$10 418	$3 112	$6 781	$1 935	$2 037			$472	

School Jurisdiction Code: 1115

SCHEDULE B1 to the AFS
INSTRUCTION Grades 1 to 12 Program 2001-2002 Expenses

EXPENSES	INSTRUCTION (Grades 1 to 12)							
	All Student Instruction	School Admin. & Instruction Support	System Instruction Support	Mildly & Moderately Disabled and Gifted & Talented	Severely Disabled	Alberta Initiative for School Improvement	Student Health Initiative	Total Instruction (Grades 1 to 12)
Certificated salaries	$7 244 441	$582 958	$85 306	$242 933	$0	$7 712	$0	$8 163 350
Certificated benefits	$802 753	$58 112	$7 774	$27 859	$0	$291	$0	$896 789
Uncertificated salaries and wages	$69 348	$444 895	$156 599	$341 026	$240 672	$15 045	$33 157	$1 300 742
Uncertificated benefits	$11 087	$88 961	$24 749	$71 880	$45 209	$1 178	$6 530	$249 594
SUB - TOTAL REMUNERATION	$8 127 629	$1 174 926	$274 428	$683 698	$285 881	$24 226	$39 687	$10 610 475
Services, contracts & supplies	$828 448	$197 036	$362 926	$15 286	$18 641	$67 573	$30 144	$1 520 054
Cost recoveries & transfers	$0	$0	$0	$0	$0	$0	$0	$0
Net school generated funds	$250 521							$250 521
Amortization of capital assets								
Supported	$0	$0	$28 783	$0	$0	$0	$0	$28 783
Unsupported	$107 438	$0		$0	$0	$0	$0	$107 438
Total Amortization	$107 438	$0	$28 783	$0	$0	$0	$0	$136 221
Interest on capital debt								
Supported	$0	$0	$0	$0	$0	$0	$0	$0
Unsupported	$0	$0	$0	$0	$0	$0	$0	$0
Other interest charges	$0	$0	$0	$0	$0	$0	$0	$0
Losses on disposal of capital assets	$0	$0	$0	$0	$0	$0	$0	$0
TOTAL EXPENSES	$9 314 036	$1 371 962	$666 137	$698 984	$304 522	$91 799	$69 831	$12 517 271
FTE Certificated				0	0			
FTE Uncertificated				0	0			

SCHEDULE B2 to the AFS
INSTRUCTION Grades 1 to 12 Program 2001-2002

	AB LEARNING INSTRUCTION BLOCK REVENUE	ALBERTA LEARNING OTHER REVENUE	NON-ALBERTA LEARNING REVENUE	INSTRUCTION BLOCK REALLOCATION	TOTAL REVENUE	TOTAL EXPENSES	NET
Basic Instruction	$7 874 817	$702 728	$323 132	($74 562)	$8 826 115	$9 850 217	($1 024 102)
School Admin & Instruction Support Expenses						$1 371 962	($1 371 962)
System Instruction Support Expenses						$666 137	($666 137)
Total Basic Instruction	$7 874 817	$702 728	$323 132	($74 562)	$8 826 115	$11 888 316	($3 062 201)
Sub-Programs & Initiatives							
Severely Disabled	$272 824		$0		$272 824	$304 522	($31 698)
English as a Second Language	$98 914				$98 914	$98 909	$5
Enhanced Opportunities	$0				$0	$0	$0
Native Education Project	$0		$0		$0	$0	$0
Institutional Programs	$0				$0	$0	$0
Sparsity & Distance	$2 906 928				$2 906 928		$2 906 928
Growth & Density	$6 932				$6 932		$6 932
Teacher Assistants Program	$39 401				$39 401	$40 155	($754)
Early Literacy Initiative (K-2)	$68 219				$68 219	$68 220	($1)
Learning Resources (LRC credit used)	$17 465		$172 097		$189 562	$17 465	$172 097
Supernet	$0				$0	$0	$0
Technology Integration	$83 420		$0		$83 420	$90 939	($7 519)
French as a Second Language(all jurisdictions)	$2 348				$2 348	$2 348	$0
Home Education	$10 880		$0		$10 880	$6 397	$4 483
Emergent	$0				$0	$0	$0
Total Sub-Programs & Initiatives	$3 507 331		$172 097		$3 679 428	$628 955	$3 050 473
INSTRUCTION, GRADES 1-12 (plus Early Lit. ECS)	$11 382 148	$702 728	$495 229	($74 562)	$12 505 543	$12 517 271	($11 728)

School Jurisdiction Code: 1115

SCHEDULE C to the AFS
SUMMARY OF REVENUE TRANSFERS
BETWEEN ALBERTA LEARNING BLOCK ALLOCATIONS - 2001-2002

	Early Childhood Services	Instruction (Grades 1 to 12)	Operations and Maintenance	Transportation	Board and System Administration	External Services
Alberta Learning block allocations - Schedule A (Lines 1 & 2)	$347,108	$11,382,148	$763,447	#REF!	#REF!	
Reallocations permitted by the "Funding for School Authorities" manual						
From instruction block to:						
(1) External Services		($70,000)				$70,000
From ECS component of instruction block:						
(1) Transportation (part of the 2% maximum) (Note)	$0			$0		
(2) Operations and maintenance of schools (part of the 2% maximum) (Note)	$0		$0			
From all or part of maximum 2% of instruction block to:						
(1) Operations and maintenance of schools		$0	$0			
(2) Transportation		$0		$0		
Calculation: 2% of **$11,729,256** = **$234,585** **$0**						
From instruction block (Growth & Denisty component) to:						
(1) Operations and maintenance of schools		$0	$0			
(2) Transportation		$0		$0		
Reallocations directed by the board of trustees						
From operations and maintenance of schools block to:						
(1) Transportation			$0	$0		
(2) Instruction		$0	$0			
From transportation block to:						
(1) Operations and maintenance			$0	$0		
(2) Instruction		$0		$0		
From board and system administration block to:						
(1) Transportation				$0	$0	
(2) Operations and maintenance of schools			$0		$0	
(3) Instruction		$0			$0	
From within the instruction block and its components:						
(1) Instruction to: Early childhood services (ECS)	$4,562	($4,562)				
(2) ECS to: Instruction	$0	$0				
AMOUNTS REFLECTED ON SCHEDULE A (Line 3)	$4,562	($74,562)	$0	$0	$0	$70,000

Note: Incremental ECS costs for transportation or O & M funded out of the instruction block should normally be recorded as a cost recovery on Schedule B rather than as a revenue transfer on this schedule

School Jurisdiction Code: 1115

SCHEDULE D to the AFS
CALCULATION OF MAXIMUM ELIGIBLE EXPENSE LIMITS FOR BOARD (GOVERNANCE) AND SYSTEM ADMINISTRATION 2001-2002

STEP 1

Determine the total eligible revenue which is used as the BASE TOTAL to calculate the maximum eligible expense limits for Board and System Administration

Total Revenues (Schedule A):

Instruction Block	- Grades ECS -12 (excluding technology integration and emergent)	$11,645,836
Support Block	- Operations & Maintenance	$763,447
	- Transportation	$1,888,857
SUBTOTAL		$14,298,140

Other Revenues

Alberta Infrastructure (Operations & Maintenance)	$517,113
Other Alberta Learning revenues (Excluding One-Time Grant)	$0
Other - Government of Alberta (Excluding Alberta Finance)	$13,656
Federal government/First Nations	$4,824
Other Alberta school authorities	$0
Out of province local authorities	$0
Alberta municipalities	$174,110
Other sales and services	$89,158
Interest on investments	$215,936
Rentals of facilities	$109,460
Gains on disposal of capital assets	$41,050
Amortization of capital allocations	$793,121
School generated funds (Schedule E)	$489,728
BASE TOTAL FOR CALCULATING MAXIMUM EXPENSE LIMITS	**$16,746,296**

STEP 2

Calculation of maximum expense limit PERCENTAGE for Board and System Administration expenses

If "Total Net Enrolled Students" are 6,000 and over	= 4%	**6.00%**
If "Total Net Enrolled Students" are 2,000 and less	= 6%	

The Maximum Expense Limit for Board and System Administration is based on an arithmetical proration for the TOTAL FTE count for grades 1 -12, net of Home Education AND Adult students, between 2,000 to 6,000 at .0005 per FTE

EXAMPLE: 4,500 FTE count grades 1-12 = 6,000 - 4,500 = 1,500 X .0005 = 75% plus 4% = maximum expense limit of 4.75%

Note: Calculation unnecessary if Total FTE is 6,000 or more, and 2,000 & less

STEP 3

Calculate maximum expense limit AMOUNTS for Board and System Administration expenses

Maximum Expense Limit percentage (Step 2) x Base Total (Step 1)		$1,004,778
Considerations for Charter Schools and Francophone Boards:		
If Charter School, enter 50,000	0	$0
If Francophone Board, enter 300,000	0	$0
(If none of these considerations apply, leave the above cells blank)		
MAXIMUM EXPENSE LIMIT		**$1,004,778**

STEP 4

Compare maximum expense limit amounts calculated in Step 3 to actual expenses (from Schedule A)

Actual Board Governance & System Administration expenses	$898,977
PLUS: transfers to Restricted - Operating (Board/System Administration)	$0
LESS: transfers from Restricted - Operating (Board/System Administration)	$0
TOTAL BOARD GOVERNANCE & SYSTEM ADMINISTRATION EXPENSES	$898,977
Maximum Expense Limit for Board & System Administration (Step 3)	$1,004,778
ACTUAL EXPENSES - OVER(UNDER) MAXIMUM EXPENSE LIMIT	-$105,801

School Jurisdiction Code: 1115

SCHEDULE E to the AFS
SOURCE & APPLICATION OF SCHOOL GENERATED FUNDS (SGF) - 2001-2002

Unexpended SGF - Opening Balance August 31, 2001		$201,917
Source of School Generated Funds:		
Total School Generated Funds for the year (Note 1)	$489,728	
Less: SGF - related cost recoveries (Note 2)	$247,114	
- capitalized at the District level	$0	
Net Total	$242,614	
Plus: Donations Received (Note 3)	$29,027	
Equals: Net Additions to SGF		$271,641
Net SGF Available for discretionary spending		$473,558
Net SGF revenue and Net SGF expense - per schedule A, line 26 and line 37		
Net expended SGF for discretionary purposes (Note 4)		$250,521
Unexpended SGF - Closing Balance August 31, 2002		$223,037

Note 1 Excludes fees collected pursuant to Section 60(2)(j) of the School Act (e.g. instruction materials and technology fees determined by board policy or resolution). This is the amount used to calculate the administrative cap. See Schedule E.

Note 2 These are the expenses (a) incurred in generating SGF (e.g. fundraising expenses, printing of tickets, payment to DJ at school dance; cost of goods sold for school cafeteria/servery; staffing and supplies for a dinner; raffle prizes; supplies for a car wash; book fair purchases; meals for lunch program), or (b) collected and disbursed for the benefit of individual students (e.g. cost of field trips for student activities not leading to CEU's). Monies collected for CEU-related activities are not SGF. They are recorded as instruction fees.

Note 3 Donations are restricted to cash; gifts in kind are treated as board assets, not SGF. Amounts are net of related expenses.

Note 4 Only SGF expended for discretionary purposes are recorded as revenue and expense; unexpended funds are carried forward on the balance sheet to the succeeding year. Any capital items purchased with SGF should be treated as a SGF-related cost recovery.

School Jurisdiction Code: 1115

SCHEDULE F to the AFS
Operations and Maintenance Program 2001-2002 Expenses

EXPENSES	Operations and Maintenance								
	Maintenance Office & Shop Administration	Preventative Maintenance	Custodial	Fire/Security/ Safety Systems	Sites and Grounds Maintenance	Utilities and Communications	Expensed Block BQRP/Mod.	Capital & Debt Services and Transfers	Total Operations and Maintenance
Uncertificated salaries and wages	$18,287	$0	$445,623	$0	$216,207	$0	$0		$680,117
Uncertificated benefits	$2,753	$0	$87,356	$0	$35,575	$0	$0		$125,684
SUB - TOTAL REMUNERATION	$21,040	$0	$532,979	$0	$251,782	$0	$0		$805,801
Contracted Services	$19,670	$3,678	$0	$7,177	$74,748	$0	$602,569		$707,842
Supplies	$55,010	$2,388	$71,834		$116,341		$0		$245,573
Electricity						$382,856			$382,856
Natural Gas/Heating Fuel						$180,958			$180,958
Sewer and Water						$64,644			$64,644
Cost recoveries & transfers								$0	$0
Amortization of capital assets									
Supported								$764,338	$764,338
Unsupported	$0	$0	$0	$0	$60,171	$0		$0	$60,171
Total Amortization	$0	$0	$0	$0	$60,171	$0	$0	$764,338	$824,509
Interest on capital debt									
Supported								$476,464	$476,464
Unsupported								$0	$0
Other interest charges								$0	$0
Losses on disposal of capital assets								$0	$0
TOTAL EXPENSES	$95,720	$6,066	$604,813	$7,177	$503,042	$628,458	$602,569	$1,240,802	$3,688,647
FTE Uncertificated (Board/Contract)	1.0	0.0	13.9	0.0	5.0	0.0	0.0	0.0	19.9

Notes:

Maintenance Office & Shop Administration:	Includes all maintenance office related remuneration, supplies, services and contracts.
Preventative Maintenance:	Includes all structural, architectural, mechanical and electrical maintenance items identified below. - activities required for operating and maintaining the structure, envelope, roof, parkade, ramps/fire escapes, fixed exterior walls, exterior finishes of the buildings and outside doors/other barriers - activities for purchase, installation, maintenance and repair of mechanical and electrical systems for the maintenance buildings and schools.
Custodial:	Includes all the activities required for ensuring the buildings are kept in a clean and tidy condition.
Fire/Security/Safety Systems:	Includes all activities required for fire prevention/alarms systems, security personnel and alarm systems, detection systems and related safety systems for the property.
Sites & Grounds Maintenance:	Sites & Grounds Maintenance: includes all activities required for maintenance and upkeep of exterior grounds, parking lots, athletic fields including snow removal and lawn care.
Utilities & Communications:	Includes all cost related to electricity(light & power), natural gas and other heating fuels, sewer & water and all forms of communications.
Expensed Block BQRP/Mod:	Includes all non-capital activities related to Block BQRP/Modernization expensed by the jurisdiction.
Capital & Debt Services:	Includes all activities related to supported school amortization and debt interest expense. All unsupported amortization is allocated to the appropriate sub-categories.

School Jurisdiction Code: 1115

SCHEDULE G to the AFS
DISCLOSURE OF SALARIES AND BENEFITS - 2001-2002
(SECTION 126.1 OF THE SCHOOL ACT)

			FTE's or Individuals	Remuneration	Benefits	Allowances	Performance Bonuses	ERIP's / Other	Total	Expenses
Board of Trustees:										
Chairman										
Name John	Neill		1	$14,055	$61	$0	$0	$0	$14,116	$9,172
Board Members:										
Name Faye	Byrgesen		1	$9,133	$61	$0	$0	$0	$9,193	$2,344
Name David	Beckie		0.83	$6,563	$61	$0	$0	$0	$6,624	$624
Name Richard	Bailey		0.83	$8,023	$61	$0	$0	$0	$8,084	$3,471
Name Gloria	Nelson		1	$9,268	$61	$0	$0	$0	$9,328	$3,443
Name John	Hetherington		0.83	$6,101	$61	$0	$0	$0	$6,162	$2,404
Name Angie	Moe		1	$7,730	$61	$0	$0	$0	$7,791	$3,202
Name Vern/Murray	Thuroo/Rooke		1	$9,515	$61	$0	$0	$0	$9,576	$4,530
Name Dee	Unsworth		0.17	$894	$0	$0	$0	$0	$894	$85
Name D	Roy		0.17	$1,165	$0	$0	$0	$0	$1,165	$504
Name Brenda	Deleff		0.17	$1,134	$0	$0	$0	$0	$1,134	$446
Subtotal			**8**	**$73,580**	**$484**	**$0**	**$0**	**$0**	**$74,064**	**$30,224**
Superintendent	Andrews, Garry Dr.	(2)	1	$108,192	$8,500	$0	$0	$0	$116,692	$3,600
Secretary/Treasurer	Dow, Arlene	(2)	1	$80,089	$12,408	$0	$0	$0	$92,497	$6,449
Secretary		(2)	0	$0	$0	$0	$0	$0	$0	$0
Treasurer		(2)	0	$0	$0	$0	$0	$0	$0	$0
Certificated Salaries		(1)	132.1	$8,472,291	$929,481	$0	$0	$0	$9,401,772	$134,096
Uncertificated Salaries & Wages		(1)	154.17	$3,546,237	$564,210	$2,400	$0	$0	$4,112,847	$55,465
TOTALS				**$12,280,389**	**$1,515,083**	**$2,400**	**$0**	**$0**	**$13,797,872**	**$229,835**
						Sub-Total of Salaries and Benefits from Schedule A:			$13,797,870	

Notes: Please refer to completion information on page 15.

(1) Full time equivalents (FTE's)

(2) Employed or contracted

	FTE's or Individuals	Remuneration	Benefits	Expenses
(3) Murray Rooke	0.17	1039		494
(4) Vern Thuroo	0.83	8476	61	4036

SCHEDULE G1 to the AFS

DISCLOSURE OF SALARIES AND BENEFITS *(SECTION 148.1 OF THE SCHOOL ACT)*

COMPLETION INFORMATION

(1) Salary and benefits consist of and agree with the amounts properly recorded in the school jurisdiction's payroll records and related object codes for salaries, wages and benefits.

(2) **Remuneration** includes regular base salaries, administrative allowances, overtime, lump sum payments EXCEPTING TERMINATION BENEFITS (See #10A below), honoraria, deferred salary leave accruals and any other direct cash remuneration EXCEPTING PERFORMANCE PAY (See #10 below).

(3) Certificated salaries include the aggregate of all payments for certificated staff regardless of the length, nature or definition of the employment agreement. The number of full time equivalent staff should be measured as at September 30.

(4) Uncertificated salaries and wages should be measured in terms of the number of individuals employed as at September 30.

(5) Salary and benefits information should be the aggregate amount covering the same fiscal period as the audited financial statements.

(6) Salary must include deferred salary accruals.

(7) Salary includes only payments for services subject to an employer-employee relationship.

(8) **Benefits** include the employer's share of all employee benefits and contributions or payments made on behalf of employees including retirement pensions, Canada pension plan (CPP), employment insurance (EI), health care, dental coverage, vision coverage, out of country medical benefits, group life insurance, accidental disability and dismemberment insurance, long and short term disability plans.

(9) **Allowances** include all monies paid to an employee as miscellaneous **negotiated** allowances. This category will include car or travel allowances, isolation allowances, relocation expenses, sabbaticals, special leave with pay, financial and retirement planning services, and club memberships. ADMINISTRATIVE ALLOWANCES are included in **Remuneration**.

(10) **Performance Bonuses** include those monies paid to employees of the school authority that are tied to the achievement of some specifed goal or objective.

(10A) **Other** includes termination benefits ((severance pay, retiring allowances (ERIP's), sick leave and other settlement costs due to loss of employment).

(11) **Expenses** will include the reimbursements of travel, subsistence, moving costs, conference fees, etc., paid by the employee **or on his/her behalf** in performing the responsibilities of employment.

(12) The superintendent's remuneration is in terms of one individual who is the Chief Executive Officer. Benefits for the superintendent do not include Alberta Learning contributions to the Teachers Retirement Fund pension plan.

(13) A position should include salary, benefits and allowances earned by an individual who officially acted in a position while it was vacant. If a position was vacant and no one acted in the position, the position should not be disclosed.

(14) Benefits and allowances need not include an amount for automobile, housing or other benefits for which a value cannot be reasonably estimated.

(15) If a position is occupied by more than one individual during a year, the aggregate salary, benefits and allowances earned by the individuals in the position should be disclosed. An explanatory note should indicate the number of individuals.

School Jurisdiction Code: 1055

AUDITED
FINANCIAL STATEMENTS
and Supporting Schedules
FOR THE YEAR ENDED AUGUST 31, 2002

[School Act, Sections 147(2)(a), 151(1) and 276]

PRAIRIE ROSE REGIONAL DIVISION NO.8

Name of School Jurisdiction

P.O.BOX 204 DUNMORE, AB T0J 1A0

Mailing Address

PHONE: 527-5516 FAX:528-2264

Telephone and Fax Numbers

SCHOOL JURISDICTION MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The financial statements and supporting schedules PRAIRIE ROSE REGIONAL DIVISION NO 8
(Name of School Jurisdiction)
presented to Alberta Learning have been prepared by school jurisdiction management which has responsibility for their preparation, integrity and objectivity. The financial statements and schedules, including notes, have been prepared in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

In fulfilling its reporting responsibilities, management has maintained internal control systems and procedures designed to provide reasonable assurance that the school jurisdiction's assets are safeguarded, that transactions are executed in accordance with appropriate authorization and that accounting records may be relied upon to properly reflect the school jurisdiction's transactions. The effectiveness of the control systems is supported by the selection and training of qualified personnel, an organizational structure that provides an appropriate division of responsibility and a strong budgetary system of control.

Board of Trustees Responsibility
The ultimate responsibility for the financial statements lies with the Board of Trustees. The Board reviewed the financial statements with management in detail and the Board approved the financial statements for release.

External Auditors
The Board appoints external auditors to audit the financial statements and meets with the auditors to review their findings. The external auditors have full and free access to school jurisdiction records.

Declaration of Management and Board Chairman
To the best of our knowledge and belief, these financial statements and supporting schedules reflect, in all material respects, the financial position and results of operations and cash flows for the year in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

BOARD CHAIRMAN

MARIAN PEERS — Marian L. Peers

Name — Signature

SUPERINTENDENT

KEITH JONES — Keith Jones

Name — Signature

SECRETARY TREASURER OR TREASURER

PATRICIA COCKS

Name — Signature

[illegible]

Dated

c.c. ALBERTA LEARNING, School Reporting Branch
[illegible]
[illegible]
[illegible]

School Jurisdiction Code: 1055

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MNP

MEYERS NORRIS PENNY

AUDITORS' REPORT

To the Board of Trustees
Prairie Rose Regional Division #8

We have audited the statement of financial position of the Prairie Rose Regional Division #8 as at August 31, 2002 and the statements of revenues and expenses, cash flows, changes in net assets and capital allocations for the year then ended. These financial statements are the responsibility of the school jurisdiction's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform the audit to obtain reasonable assurance as to whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the financial position of the school jurisdiction as at August 31, 2002 and the results of its operations, changes in cash flows, net assets and capital allocations for the year then ended in accordance with Canadian generally accepted accounting principles.

Our audit was conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The supplementary information included in Schedules A through G is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such supplementary information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

Meyers Norris Penny LLP
Chartered Accountants

Medicine Hat, Alberta
October 28, 2002

School Jurisdiction Code: 1055

STATEMENT OF FINANCIAL POSITION

as at August 31

(in dollars)

		2002	2001
ASSETS			
Current assets			
Cash and temporary investments		$3,274,609	$2,424,567
Accounts receivable (net after allowances)			
Province of Alberta		$255,145	$489,807
Federal Government and/or First Nations		$204,467	$251,493
Alberta municipalities		$34,445	$38,683
Other Alberta school jurisdictions		$5,000	$0
Other		$89,300	$46,626
Prepaid expenses		$455,531	$483,889
Other current assets		$3,350	$3,350
Total current assets		$4,321,848	$3,738,415
School generated assets		$439,030	$448,807
Trust assets		$88,150	$88,150
Capital assets			
Land		$779,890	$779,890
Buildings	$38,105,171		
Less: accumulated amortization	($16,210,620)	$21,894,551	$22,553,182
Equipment	$377,989		
Less: accumulated amortization	($40,050)	$337,939	$200,248
Vehicles	$226,354		
Less: accumulated amortization	($158,890)	$67,464	$57,794
Total capital assets		$23,079,844	$23,591,114
TOTAL ASSETS		$27,928,872	$27,866,486
LIABILITIES			
Current liabilities			
Bank indebtedness		$0	$0
Accounts payable and accrued liabilities			
Province of Alberta		$38,944	$0
Federal Government and/or First Nations		$0	$0
Alberta municipalities		$0	$0
Other Alberta school jurisdictions		$0	$0
Other		$1,177,412	$727,137
Deferred revenue		$1,495,922	$1,808,956
Deferred capital allocations		$13,116	$6,286
Current portion of all long term debt		$404,347	$441,692
Total current liabilities		$3,129,741	$2,984,071
School generated liabilities		$439,030	$448,807
Trust liabilities		$88,150	$88,150
Unfunded employee future benefit liability		$0	$0
Long term debt			
Supported: Debentures and other supported debt		$3,418,635	$3,835,327
Less: Current portion of supported debt		($379,347)	($416,692)
Unsupported: Debentures and Capital Loans		$175,000	$200,000
Capital Leases		$0	$0
Mortgages		$0	$0
Less: Current portion of unsupported debt		($25,000)	($25,000)
Unamortized capital allocations		$13,983,563	$14,434,235
Total long term liabilities		$17,700,030	$18,564,827
TOTAL LIABILITIES		$20,829,771	$21,548,898
NET ASSETS			
Unrestricted net assets		$596,275	$270,485
Operating Reserves		$991,151	$815,055
Accumulated Operating Surplus (Deficit)		$1,587,427	$1,085,540
Investment in capital assets		$5,477,606	$5,121,575
Capital Reserves		$34,068	$110,473
Total Capital Funds		$5,511,674	$5,232,048
Total net assets		$7,099,101	$6,317,588
TOTAL LIABILITIES AND NET ASSETS		$27,928,872	$27,866,486

School Jurisdiction Code: 1055

STATEMENT OF REVENUES AND EXPENSES

for the Year Ended August 31

(in dollars)

	Actual 2002	Budget 2002 (1)	Actual 2001 (2)
REVENUES			
Alberta Learning	$29,961,083	$30,958,933	$29,918,415
Alberta Infrastructure	$1,267,362	$790,000	$306,076
Alberta Finance	$368,573	$400,000	$496,796
Other Government of Alberta	$20,645	$16,186	$14,191
Federal Government and/or First Nations	$179,230	$181,712	$181,572
Other Alberta school authorities	$0	$22,145	$5,000
Out of province local authorities	$37,512	$40,944	$47,272
Alberta Municipalities (excluding supplementary requisitions)	$136,932	$135,846	$121,275
Instruction resource fees	$213,141	$168,500	$218,968
Transportation fees	$23,560	$21,660	$38,172
Other sales and services	$25,542	$77,200	$62,544
Investment income	$89,342	$61,200	$95,468
Gifts and donations	$61,328	$70,000	$55,153
Rentals of facilities	$144,585	$156,600	$156,229
Net school generated funds	$239,378	$846,259	$57,748
Gains on disposal of capital assets	$3,350	$0	$0
Amortization of capital allocations	$874,853	$900,000	$861,452
Total Revenues	$33,646,415	$34,847,185	$32,636,331
EXPENSES			
Certificated salaries	$15,363,131	$15,304,249	$15,461,258
Certificated benefits	$1,758,092	$1,759,989	$1,770,745
Uncertificated salaries and wages	$4,468,779	$4,343,616	$4,345,302
Uncertificated benefits	$731,157	$708,569	$676,608
Services, contracts and supplies	$9,100,868	$10,267,693	$8,877,061
Net school generated funds	$239,378	$846,259	$57,748
Capital and debt services			
Amortization of capital assets			
Supported	$874,853	$900,000	$861,452
Unsupported	$229,065	$218,366	$208,767
Total Amortization of capital assets	$1,103,918	$1,118,366	$1,070,219
Interest on capital debt			
Supported	$369,508	$399,156	$380,246
Unsupported	$14,530	$18,000	$18,422
Total Interest on capital debt	$384,038	$417,156	$398,668
Other interest charges	$4,818	$7,800	$6,463
Losses on disposal of capital assets	$0	$0	$0
Total Expenses	$33,154,179	$34,773,697	$32,664,072
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES BEFORE FUNDING ALLOCATED FOR CAPITAL PURPOSES	$492,236	$73,488	($27,741)
Block BQRP revenue used for capital purposes	$0	$0	$0
Block MOD revenue used for capital purposes	$289,277	$0	$239,296
1999 One-time grant revenue used for capital purposes	$0	$0	$0
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES	$781,513	$73,488	$211,555

Note (1) 2001-2002 budget numbers as restated or taken from the finalized Budget Report pursuant to section 147(2)(b) of the School Act.

Note (2) 2000-2001 actuals as restated or taken from the finalized audited financial statements pursuant to Section 147(2)(a) of the School Act.

School Jurisdiction Code: 1055

STATEMENT OF CASH FLOWS

for the Year Ended August 31

(in dollars)

		2002	2001
CASH FLOWS FROM:			
A. OPERATIONS			
Surplus (deficit) of revenues over expenses for the year		$781,513	$211,555
Add (Deduct) items not requiring cash:			
Amortization of capital allocations revenue		($874,853)	($861,452)
Total amortization expense		$1,103,918	$1,070,219
Gains on disposal of capital assets		($3,350)	$0
Losses on sale of capital assets		$0	$0
Changes in accrued accounts:			
Accounts receivable		$238,251	$394,625
Prepaids and other current assets		$28,358	$234,527
Payables and accrued liabilities		$489,219	($959,925)
Deferred revenue		($313,034)	$986,238
Unfunded employee future benefit expense (recovery)		$0	$0
Other (e.g. change in net trust liabilities)		$0	$0
Total sources (uses) of cash from Operations		$1,450,022	$1,075,787
B. INVESTING ACTIVITIES			
Purchases of capital assets			
Land		$0	$0
Buildings		($388,857)	($306,536)
Equipment		($177,741)	($200,249)
Vehicles		($26,050)	($31,418)
Proceeds from disposal of capital assets		$3,350	$0
Other (describe)		$0	$0
Total sources (uses) of cash from Investing activities		($589,298)	($538,203)
C. FINANCING ACTIVITIES			
Capital allocations received		$14,318	$59,963
Issue of long term debt		$0	$0
Repayment of long term debt		($441,692)	($449,879)
Add back: supported portion		$416,693	$424,879
Total sources (uses) from Financing activities		($10,681)	$34,963
Net sources (uses) of cash equivalents* during year		$850,043	$572,547
Cash Equivalents at the beginning of the year		$2,424,567	$1,852,020
Cash Equivalents at the end of the year	$3,274,609	$3,274,610	$2,424,567

Note: Cash equivalents consist of:
- cash and temporary investments
- bank indebtedness

STATEMENT OF CHANGES IN NET ASSETS
for the Year Ended August 31, 2002
(in dollars)

School Jurisdiction Code: 0

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)	(14)	(15)
	TOTAL	INVESTMENT	UNRESTRICTED	TOTAL RESTRICTED	RESTRICTED NET ASSETS										
					School Based		Alberta Infrastructure			Board & System Admin.		Transportation		External Services	
	NET ASSETS	IN CAPITAL	NET	NET ASSETS	Unsupported Operating Reserves	Unsupported Capital (Vehicle, Equip) Reserves	Unsupported O& M Operating Reserves	Supported School (Bldg/Land) Capital Reserves	Unsupported Capital (Bldg, Vehicle,Equip) Reserves	Unsupported Operating Reserves	Unsupported Capital (Bldg, Vehicle,Equip) Reserves	Unsupported Operating Reserves	Unsupported Capital (Bldg, Vehicle,Equip) Reserves	Unsupported Operating Reserves	Unsupported Capital (Bldg, Vehicle,Equip) Reserves
	(Columns 2+3+4	ASSETS	ASSETS	Columns 5 to 15											
Balance at August 31, 2001	$6,121,034	$5,121,575	$73,931	$925,528	$788,850	$0	$0	$0	$110,473	$0	$0	$0	$0	$26,205	$0
Prior period adjustments (describe)															
2000-2001 SPARSITY ALLOCATION	$196,554	$0	$196,554	$0		$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
Adjusted Balance, Aug. 31, 2001	$6,317,588	$5,121,575	$270,485	$925,528	$788,850	$0	$0	$0	$110,473	$0	$0	$0	$0	$26,205	$0
Surplus(def) of revenue over expenses	$781,513		$781,513												
Block BQRP funded capital transactions		$0	$0												
Block MOD funded capital transactions		$289,277	($289,277)												
Board funded capital transactions		$269,809	($193,404)	($76,405)	$0	$0	$0		($76,405)	$0	$0	$0	$0	$0	$0
Donations of non-amortizable assets	$0	$0													
Amortization of capital assets		($1,103,918)	$1,103,918												
Amortization of capital allocations		$874,853	($874,853)												
Disposal of unsupported capital assets		$0	$0	$0		$0			$0		$0		$0		$0
Disposal of supported capital assets	$0	$0	$0	$0				$0							
Debt principal payments (unsupported)		$26,010	($26,010)	$0	$0	$0	$0	$0	$0	$0	$0				
Net transfers to operating reserves			($813,351)	$813,351	$714,333	$0	$0	$0	$0	$61,274	$0	$22,987	$0	$14,757	$0
Net transfers from operating reserves			$637,255	($637,255)	($611,050)	$0	$0	$0	$0	$0	$0	$0	$0	($26,205)	$0
Net transfers to capital reserves			$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
Net transfers from capital reserves	$0			$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
Balance at August 31, 2002	$7,099,101	$5,477,606	$596,275	$1,025,219	$892,133	$0	$0	$0	$34,068	$61,274	$0	$22,987	$0	$14,757	$0

School Jurisdiction Code: 1055

STATEMENT OF CAPITAL ALLOCATIONS
(SUPPORTED CAPITAL FINANCING ONLY)
for the Year Ended August 31, 2002

(in dollars)

	Deferred Capital Allocations	Unamortized Capital Allocations
Balance at August 31, 2001	$6,286	$14,434,235
Add:		
Capital allocations from: AB Infrastructure - New/Modernization Projects	$0	
Other Government of Alberta	$7,488	
Federal Government and/or First Nations	$0	
Alberta Municipalities	$0	
Other Alberta school jurisdictions	$0	
Other	$0	
Interest earned on provincial government capital allocations	$0	
Other capital grants and donations	$6,830	
Insurance proceeds	$0	
Donated capital assets (depreciable, at Fair Market Value)		$0
Transferred in capital assets (depreciable, at Net Book Value)		$0
Current Year Debenture Principal Repayment		$416,693
Expended capital allocations - current year	($7,488)	$7,488
Less:		
Unamortized Capital Allocation affected by a disposal through transfer out		$0
Capital allocations amortized to revenue		$874,853
Balance at August 31, 2002	$13,116	$13,983,563

PRAIRIE ROSE REGIONAL DIVISION NO. 8

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED AUGUST 31, 2002

1. AUTHORITY AND PURPOSE

The School Jurisdiction delivers education programs under the authority of the School Act, Chapter S-3, Statutes of Alberta, January 1, 2002.

The jurisdiction receives block allocations for Instruction and Support under Regulation 72/95. The Regulation limits funding and expenses for administration. It permits the jurisdiction, within specified limits, to reallocate funding between the instruction and support blocks.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

These financial statements have been prepared in accordance with Canadian generally accepted accounting principles (GAAP) and accounting policies consistent with those prescribed by Alberta Learning for Alberta school jurisdictions. The precise determination of many assets and liabilities is dependent on future events. As a result, the preparation of financial statements for a period involves the use of estimates and approximations which have been made using careful judgment. Actual results could differ from those estimates and approximations. The financial statements have, in management's opinion, been properly prepared within reasonable limits of materiality and within the framework of the accounting policies summarized below.

a. REVENUE RECOGNITION

Revenue is recognized as follows:

Instruction and support allocations are recognized in the year to which they relate.

Fees for services related to courses and programs are recognized as revenue when such courses and programs are delivered.

Capital allocations from the province or other agencies are recorded as deferred capital contributions until spent. Once spent, they are transferred to unamortized capital allocations which are amortized to revenue on the same basis as the capital assets acquired by the grant.

Unrestricted contributions are recognized as revenue when received or receivable. Contributions in-kind are recorded at fair market value when reasonably determinable.

Externally restricted contributions are deferred and recognized as revenue in the period in which the restriction is complied with. Endowment funds, which are to be retained as net assets, are recorded as direct increases in trust assets and liabilities.

b. CAPITAL ASSETS

Capital assets are recorded at cost and amortized over their estimated useful lives on a straight line basis. No amortization is taken in the year of acquisition and a full year of amortization is taken in the year of disposal. The rates are as follows:

Buildings	2.5% to 4%
Equipment	20%
Vehicles	10%

Only capital assets with costs in excess of $5,000 are capitalized. Any capital allocations received for asset additions are amortized over the same period as the related asset.

c SCHOOL GENERATED FUNDS

These are funds in the community, which come under the control and responsibility of the school principal and are for school activities. These funds are usually collected and retained at the school for expenditures paid at the school level (e.g. yearbook sales, graduation fees, field trip fees, etc).

d VACATION PAY

Vacation pay is accrued in the period in which the employee earns the benefit.

e PENSIONS

Pension costs included in these statements comprise the cost of employer contributions for current services of employees during the year.

The current service and past service costs of the Alberta Teacher Retirement Fund are met by contributions by active members and the Government of Alberta. Under the terms of the Teachers Pension Plan Act, the Prairie Rose Regional Division No. 8 does not make pension contributions for certificated staff.

The school board participates in the multi-employer pension plan, Local Authorities Pension Plan. The Expense for this pension plan is equivalent to annual contributions of $110,094 for the Year ended August 31, 2002. At December 31, 2001, the Local Authorities Pension Plan reported a surplus of $583,823,000 (2000 $634,960,000).

f PREPAID EXPENSES

Certain expenditures incurred and paid before the close of the school year are for specific school supplies which will be consumed subsequent to the year-end, and are accordingly recorded as prepaid expenses. Certain insurance expenses fall into this category.

g CONTRIBUTED SERVICES

Volunteers contribute a considerable number of hours per year to various schools, which are within the school board to ensure that certain programs are delivered, such as kindergarten, lunch services and the raising of school generated funds. Because of the difficulty of compiling these hours and the fact that these services are not otherwise purchased, contributed services are not recognized in the financial statements.

h FINANCIAL INSTRUMENTS

The jurisdiction's financial instruments consist of cash, accounts receivable, temporary and long-term investments, accounts payable, accrued liabilities, and long-term debt. It is management's opinion that the jurisdiction is not exposed to significant interest, currency or credit risks arising from these financial instruments. Unless otherwise noted, the fair values of these financial instruments approximate their carrying values. The Division has invested surplus funds in accordance with Section 44 of the School Act and Section 5 of the Trustees Act.

OPERATING AND CAPITAL RESERVES

Reserves are established at the discretion of the Board of Trustees of the jurisdiction or externally, to set aside funds for operating and for future capital expenditures. Such reserves are appropriations of accumulated surplus.

EMPLOYEE FUTURE BENEFITS

The jurisdiction accounted for the future cost of employee benefits commencing in the 2000/2001 school year using the retroactive approach. There is no financial impact on the jurisdiction at this time.

3. ACCOUNTS RECEIVABLE

	2002	2001
Province of Alberta	$ 255,145	$ 489,807
Federal Government	204,467	251,493
Alberta Municipalities	34,446	38,683
Other Alberta school jurisdictions	5,000	-
Other	89,300	46,626
Total	$ 588,357	$ 826,609

4. BANK INDEBTEDNESS

The jurisdiction has negotiated a line of credit in the amount of $1,000,000 that bears interest at the bank prime rate less ¼%. This line of credit, which is secured by a borrowing bylaw and a security agreement, covers all revenue of the jurisdiction. There was no balance outstanding on the line of credit at August 31 2002 (nil – 2001).

5. INTERNALLY RESTRICTED NET ASSETS

Net assets may be restricted by authorization of the Board of Trustees for future capital expenditures and future operating expenditures. The amounts are established and expended in accordance with terms and conditions established by the board.

Operating Reserves	2001	Appropriated	Used	2002
School	788,850	714,333	(611,050)	892,133
Operations & Maintenance	-	-	-	-
Board & System Admin	-	61,274	-	61,274
Transportation	-	22,987	-	22,987
External Services	26,206	14,757	(26,206)	14,757
Total	$ 815,056	$ 813,351	$(637,256)	$991,151

Capital Reserves	2001	Appropriated	Used	2002
Land - Supported	-	-	-	-
Land - Unsupported	5,889	-	-	5,889
Building - Supported		-	-	-
Building - Unsupported	25,044	51,361	(76,405)	-
Equipment	68,741	-	(51,361)	17,380
Vehicles	10,800	-	-	10,800
Total	$ 110,474	51,361	(127,766)	$ 34,069

6. CAPITAL ASSETS

Asset	Cost	Accumulated Amortization	Net Book Value 2002	Net Book Value 2001
Land	$ 779,890	$ -	$ 779,890	$ 779,890
Buildings	38,105,171	(16,210,620)	21,894,551	22,553,182
Vehicles	226,354	(158,890)	67,464	57,794
Equipment	377,989	(40,050)	337,939	200,248
Total	$39,489,404	$(16,409,560)	$23,079,844	$23,591,114

7. ACCOUNTS PAYABLE AND LIABILITIES

	2002	2001
Province of Alberta	$ 38,944	$ -
Other Trade Payables and Accrued Liabilities	1,177,412	727,137
Total	$ 1,216,356	$ 727,137

8. DEFERRED REVENUE

	2002	2001
Technology Integration Funding	$ -	$ 152,521
One Time Grant Funding	286,679	285,261
Other	1,209,243	1,371,174
Total	$ 1,495,922	$ 1,808,956

9. ALLOCATIONS FROM PROVINCE OF ALBERTA (Related Third Party Transactions)

	2002 Actual	2002 Budget	2001 Actual
Alberta Learning	$29,961,082	$28,393,320	$29,923,169
Alberta Infrastructure	1,267,362	3,401,662	306,076
Alberta Treasury	368,573	320,000	496,796
Other Government of Alberta	20,646	27,270	14,191
Total	$31,617,663	$32,142,252	$30,740,232

10. OTHER INCOME

	2002 Actual	2002 Budget	2001 Actual
Rentals of facilities	$ 144,585	$ 150,000	$ 156,229
Gifts and donations	61,328	93,000	55,153
Total	$ 205,913	$ 243,000	$ 211,382

11. TRUST ASSETS AND LIABILITIES

	2002	2001
Scholarship Trusts	$ 28,150	$ 28,150

12. LONG-TERM DEBT

a. Debenture Debt – Supported

The debenture debt bears interest at rates varying between 6% and 12%. The debenture debt is fully supported by Alberta Finance. The current portion of long-term debt consists of amounts payable by Alberta Treasury on supported debt: therefore, the working capital (current assets minus current liabilities) is understated by this amount. Debenture payments due over the next five years and beyond are as follows:

	Principal	Interest	Total
2002-2003	379,347	327,027	706,374
2003-2004	369,206	289,990	659,196
2004-2005	313,762	253,808	567,570
2005-2006	299,846	222,764	522,610
2006-2007	274,265	193,390	467,655
2007 to maturity	1,782,209	944,062	2,726,271
Total	3,418,635	2,231,041	5,649,676

b. Debenture Debt – Unsupported

The debenture debt bears interest at rates varying between 7.625% and 6.75%. Debenture payments due over the next five years and beyond are as follows:

	Principal	Interest	Total
2002-2003	25,000	14,328	39,328
2003-2004	25,000	12,281	37,281
2004-2005	25,000	10,234	35,234
2005-2006	25,000	8,188	33,188
2006-2007	25,000	6,141	31,141
2007 to maturity	50,000	6,140	56,140
Total	175,000	57,312	232,312

c. Capital Leases – Unsupported

There are currently no capital leases held by the jurisdiction.

13. DEFERRED CAPITAL ALLOCATIONS

Capital allocations received for qualifying capital projects initiated by the jurisdiction have been capitalized. These allocations are amortized on a basis consistent with the capital asset that the allocation funded. Details of the changes in the deferred capital allocations accounts are as follows:

	2002	2001
Balance, Beginning of Year	$ 6,286	$ -
Allocations Received & Receivable During the Year	14,318	59,963
Transfers to Unamortized Capital Allocations	(7,488)	(53,677)
Balance, End of Year	$ 13,116	$ 6,286

PRAIRIE ROSE REGIONAL DIVISION NO. 8

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED AUGUST 31, 2002

14. UNAMORTIZED CAPITAL ALLOCATIONS

Unamortized capital allocations (UCA) represents the jurisdiction's net investment in capital assets (other than land and equipment) purchased prior to September 1, 1995. The total debenture payments increase the balance in the UCA account, with the amortization expense on related assets acting as a deduction to the account. Transfers from the deferred capital allocation account also increase the balance in the UCA account. Details of the changes to the accounts are as follows:

	2002	2001
Balance, Beginning of Year	$ 14,434,235	$ 15,598,847
Change in accounting policy	-	(781,715)
Balance, restated	14,434,235	14,817,132
Additions: supported debenture Principal Repayments	416,693	424,878
Transfer from Deferred Capital Allocations	7,488	53,677
Deductions: capital allocation revenue	(874,853)	(861,452)
Balance, End of Year	$ 13,983,563	$14,434,235

15. SCHOOL GENERATED FUNDS

	2002	2001
Balance, Beginning of Year	$ 448,807	$ 386,121
Source of School Generated Funds (SGF)		
SGF for the year	964,442	1,017,544
Less: Costs of generated SGF	(746,132)	(909,763)
Donations received	11,291	12,652
Net SGF available for the year	$ 229,601	$ 120,433
Application of Net SGF	$ 678,408	$ 506,554
Less: Net SGF expended for the year	(239,378)	(57,747)
Balance, End of Year	$ 439,030	$ 448,807

16. ONE TIME GRANT REVENUE

a) In 1999, Alberta Learning announced a One-Time Grant as a major investment in education. The jurisdiction's share of the One-Time funding was $1,084,580. There is $305,161 in funds remaining at year-end as follows:

Deferred revenue	$127,361
Restricted net assets	$177,800

b) In the spring of 2002, Alberta Learning announced and provided One Time funding equal to approximately 3% of an identified list of grants provided to the school jurisdiction in 2001-02 to support initiatives related to the 2002-03 school year. This One Time funding in the amount of $159,318 has been deferred to the 2002-03 school year to match the year of expenditure.

17. BUDGET AMOUNTS

The budget was prepared by the school jurisdiction and approved by the Board of Trustees. It is presented for information purposes only and has not been audited.

18. COMPARATIVE FIGURES

The Budget 2002 and Actual 2001 comparative figures have been reclassified where necessary to conform to Actual 2002 presentation.

The 2001 comparative figures for Investment in Capital Assets and Unrestricted Net Assets have been restated from those presented in the Audited Financial Statements for the Year Ended August 31, 2001 submission to Alberta Learning.

19. PRIOR PERIOD ADJUSTMENT

Unrestricted Net Assets has been increased by $196,554 due to the receipt of additional Sparsity grant funds relating to the 2000/01 fiscal year. August 31, 2001 accounts receivable have also been increased to reflect this fact.

20. CONTINGENCIES

CONTINGENT ASSET

The jurisdiction is a member of a reciprocal insurance exchange called ALAIRE. A portion of the premiums paid each year represents equity contributions to the insurance fund. These payments have been recorded as expenditures in the financial statements as the value of equity is subject to liability claims and is not an asset that the jurisdictions can liquidate.

SCHEDULE A to the AFS
ALLOCATION OF REVENUES AND EXPENSES TO PROGRAMS - 2001-200

School Jurisdiction Code: 1055

REVENUES	TOTAL	Early Childhood Services	Total Instruction (Grades 1 to 12)	Operations and Maintenance of Schools & Maintenance Shops	Transportation	Board & System Adminstration			External Services
						Board Governance	System Admintration	Total Board & System Admin.	
Alberta Learning allocations									
(1) Instruction block	$21 387 665	$653 867	$20 733 798						
(2) Support block	$7 084 561			$1 409 228	$4 220 645			$1 454 688	
(3) Instruction & support block reallocations	$0	$0	($58 000)	$0	$0			$0	$58 000
(4) Alberta Initiative for School Improvement (AISI)	$440 561	$0	$440 561						
(5) Student Health Initiative (SHI)	$118 090	$0	$118 090						$0
(6) Teacher Salary Enhancement (TSE)	$689 280	$20 678	$657 299					$11 303	$0
(7) Regional Assessment Services (4 boards only)	$0								$0
(8) Regional P.D. Consortium (6 boards only)	$0								$0
(9) Other Alberta Learning revenues	$240 926	$0	$60 220	$180 706	$0			$0	$0
(10) **Total Alberta Learning Revenue**	$29 961 083	$674 545	$21 951 968	$1 589 934	$4 220 645			$1 465 991	$58 000
Alberta Infrastructure									
(11) Expensed Block Mod. Block BQRP support	$299 476		$0	$299 476					
(12) Operations and Maintenance support	$967 886			$967 886					
(13) **Total Alberta Infrastructure Revenue**	$1 267 362		$0	$1 267 362					
(14) **Alberta Finance**	$368 573		$0	$368 573	$0			$0	
(15) **Other - Government of Alberta**	$20 645	$0	$0	$4 800	$0			$0	$15 845
(16) **Federal Government and/or First Nations**	$179 230	$22 651	$148 983	$7 596	$0			$0	$0
(17) **Other Alberta school authorities**	$0	$0	$0	$0	$0			$0	$0
(18) **Out of province local authorities**	$37 512	$0	$37 512	$0	$0			$0	$0
(19) **Alberta municipalities (excl. supplementary requisitions)**	$136 932	$0	$5 262	$0	$0			$0	$131 670
(20) **Instruction resource fees**	$213 141	$4 127	$209 014						
(21) **Transportation fees**	$23 560				$23 560				
(22) **Other sales and services**	$25 542	$0	$25 542	$0	$0			$0	$0
(23) **Investment income**	$89 342	$0	$60 171	$29 171	$0			$0	$0
(24) **Gifts and donations**	$61 328	$0	$33 328	$0	$0				$28 000
(25) **Rentals of facilities**	$144 585	$0	$0	$5 948	$0			$0	$138 637
(26) **Net school generated funds**	$239 378		$239 378					$0	
(27) **Gains on disposal of capital assets**	$3 350	$0	$0	$3 350	$0			$0	$0
(28) **Amortization of capital allocations**	$874 853		$16 874	$857 979	$0				
(29) **TOTAL REVENUES** $33 646 415	$33 646 415	$701 323	$22 728 031	$4 134 712	$4 244 205			$1 465 991	$372 152
EXPENSES									
(30) **Certificated salaries**	$15 363 131	$477 626	$14 630 650				$254 855	$254 855	$0
(31) **Certificated benefits**	$1 758 092	$54 927	$1 673 857				$29 308	$29 308	$0
(32) **Uncertificated salaries and wages**	$4 468 779	$118 251	$2 390 275	$1 083 999	$91 025	$111 520	$461 770	$573 290	$211 938
(33) **Uncertificated benefits**	$731 157	$13 659	$371 338	$219 321	$21 874	$4 148	$76 317	$80 464	$24 501
(34) **SUB - TOTAL**	$22 321 159	$664 464	$19 066 119	$1 303 320	$112 899	$115 668	$822 250	$937 917	$236 440
(35) **Services, contracts & supplies**	$9 100 868	$98 072	$2 680 051	$1 637 833	$4 108 319	$66 772	$378 119	$444 891	$131 702
(36) **Cost recoveries & transfers (must balance to zero)**	$0	$0	$0	$0	$0	$0	$0	$0	$0
(37) **Net school generated funds**	$239 378		$239 378						
Capital and debt services									
Amortization of capital assets									
(38) Supported	$874 853	$0	$16 874	$857 979	$0	$0	$0	$0	$0
(39) Unsupported	$229 065	$0	$26 369	$179 841	$0	$0	$2 560	$2 560	$20 295
(40) Total Amortization	$1 103 918	$0	$43 243	$1 037 820	$0	$0	$2 560	$2 560	$20 295
Interest on capital debt									
(41) Supported	$369 508	$0	$0	$369 508	$0	$0	$0	$0	$0
(42) Unsupported	$14 530	$0	$0	$0	$0	$0	$14 530	$14 530	$0
(43) Other interest charges	$4 818	$0	$0	$0	$0	$0	$4 818	$4 818	$0
(44) Losses on disposal of capital assets	$0	$0	$0	$0	$0	$0	$0	$0	$0
(45) **TOTAL EXPENSES** $33 154 179	$33 154 179	$762 536	$22 028 791	$4 348 481	$4 221 218	$182 439	$1 222 277	$1 404 716	$388 437
(46) Surplus(deficit) Before Funding Allocated for Capital Purposes	$492 236	($61 212)	$699 240	($213 768)	$22 987			$61 274	($16 285)
TOTAL applicable number of students/children	3 554	88	3 466	3 554	2 269			3 554	
AVERAGE PROGRAM COSTS per applicable student/child	$9 329	$8 665	$6 356	$1 224	$1 860			$395	

School Jurisdiction Code: 1055

SCHEDULE B1 to the AFS
INSTRUCTION Grades 1 to 12 Program 2001-2002 Expenses

EXPENSES	INSTRUCTION (Grades 1 to 12)							
	All Student Instruction	School Admin. & Instruction Support	System Instruction Support	Mildly & Moderately Disabled and Gifted & Talented	Severely Disabled	Alberta Initiative for School Improvement	Student Health Initiative	Total Instruction (Grades 1 to 12)
Certificated salaries	$12,575,132	$1,092,729	$74,280	$585,591	$65,764	$237,154	$0	$14,630,650
Certificated benefits	$1,446,140	$125,664	$8,542	$64,439	$7,563	$21,509	$0	$1,673,857
Uncertificated salaries and wages	$914,049	$508,325	$52,500	$0	$785,116	$43,116	$87,169	$2,390,275
Uncertificated benefits	$128,987	$94,030	$6,747	$0	$120,349	$3,893	$17,331	$371,338
SUB - TOTAL REMUNERATION	$15,064,308	$1,820,748	$142,071	$650,029	$978,792	$305,672	$104,499	$19,066,119
Services, contracts & supplies	$2,084,508	$217,032	$16,672	$11,011	$245,621	$87,613	$17,595	$2,680,051
Cost recoveries & transfers	$0	$0	$0	$0	$0	$0	$0	$0
Net school generated funds	$239,378							$239,378
Amortization of capital assets								
Supported	$16,874	$0	$0	$0	$0	$0	$0	$16,874
Unsupported	$26,369	$0	$0	$0	$0	$0	$0	$26,369
Total Amortization	$43,243	$0	$0	$0	$0	$0	$0	$43,243
Interest on capital debt								
Supported	$0	$0	$0	$0	$0	$0	$0	$0
Unsupported	$0	$0	$0	$0	$0	$0	$0	$0
Other interest charges	$0	$0	$0	$0	$0	$0	$0	$0
Losses on disposal of capital assets	$0	$0	$0	$0	$0	$0	$0	$0
TOTAL EXPENSES	$17,431,437	$2,037,780	$158,743	$661,040	$1,224,413	$393,284	$122,094	$22,028,791
FTE Certificated				10	1			
FTE Uncertificated				0	40			

SCHEDULE B2 to the AFS
INSTRUCTION Grades 1 to 12 Program 2001-2002

	AB LEARNING INSTRUCTION BLOCK REVENUE	ALBERTA LEARNING OTHER REVENUE	NON-ALBERTA LEARNING REVENUE	INSTRUCTION BLOCK REALLOCATION	TOTAL REVENUE	TOTAL EXPENSES	NET
Basic Instruction	$14,990,726	$1,276,170	$567,049	($58,000)	$16,775,946	$17,490,815	($714,870)
School Admin & Instruction Support Expenses						$2,037,780	($2,037,780)
System Instruction Support Expenses						$158,743	($158,743)
Total Basic Instruction	$14,990,726	$1,276,170	$567,049	($58,000)	$16,775,946	$19,687,339	($2,911,393)
Sub-Programs & Initiatives							
Severely Disabled	$583,629		$0		$583,629	$1,224,413	($640,784)
English as a Second Language	$220,210				$220,210	$220,210	$0
Enhanced Opportunities	$0				$0	$0	$0
Native Education Project	$0		$0		$0	$0	$0
Institutional Programs	$0				$0	$0	$0
Sparsity & Distance	$4,513,731				$4,513,731		$4,513,731
Growth & Density	$12,508				$12,508		$12,508
Teacher Assistants Program	$71,430				$71,430	$71,430	$0
Early Literacy Initiative (K-2)	$133,689				$133,689	$188,433	($54,744)
Learning Resources (LRC credit used)	$36,175		$209,014		$245,189	$245,189	$0
Supernet	$0				$0	$0	$0
Technology Integration	$152,521		$0		$152,521	$367,884	($215,363)
French as a Second Language(all jurisdictions)	$4,738				$4,738	$4,738	$0
Home Education	$14,440		$0		$14,440	$19,156	($4,717)
Emergent	$0				$0	$0	$0
Total Sub-Programs & Initiatives	$5,743,072		$209,014		$5,952,086	$2,341,453	$3,610,633
INSTRUCTION, GRADES 1-12 (plus Early Lit. ECS)	$20,733,798	$1,276,170	$776,063	($58,000)	$22,728,031	$22,028,791	$699,240

School Jurisdiction Code: 1055

SCHEDULE C to the AFS
SUMMARY OF REVENUE TRANSFERS
BETWEEN ALBERTA LEARNING BLOCK ALLOCATIONS - 2001-2002

	Early Childhood Services	Instruction (Grades 1 to 12)	Operations and Maintenance	Transportation	Board and System Administration	External Services
Alberta Learning block allocations - Schedule A (Lines 1 & 2)	$653,867	$20,733,798	$1,409,228	$4,220,645	$1,454,688	
Reallocations permitted by the "Funding for School Authorities" manual						
From instruction block to						
(1) External Services		($58,000)				$58,000
From ECS component of instruction block						
(1) Transportation (part of the 2% maximum) (Note)	$0			$0		
(2) Operations and maintenance of schools (part of the 2% maximum) (Note)	$0		$0			
From all or part of maximum 2% of instruction block to						
(1) Operations and maintenance of schools		$0	$0			
(2) Transportation		$0		$0		
Calculation: 2% of $21,387,665 = $427,753 $0						
From instruction block (Growth & Denisty component) to						
(1) Operations and maintenance of schools		$0	$0			
(2) Transportation		$0		$0		
Reallocations directed by the board of trustees						
From operations and maintenance of schools block to						
(1) Transportation			$0	$0		
(2) Instruction		$0	$0			
From transportation block to						
(1) Operations and maintenance			$0	$0		
(2) Instruction		$0		$0		
From board and system administration block to						
(1) Transportation				$0	$0	
(2) Operations and maintenance of schools			$0		$0	
(3) Instruction		$0			$0	
From within the instruction block and its components						
(1) Instruction to: Early childhood services (ECS)	$0	$0				
(2) ECS to: Instruction	$0	$0				
AMOUNTS REFLECTED ON SCHEDULE A (Line 3)	$0	($58,000)	$0	$0	$0	$58,000

Note: Incremental ECS costs for transportation or O & M funded out of the instruction block should normally be recorded as a cost recovery on Schedule B rather than as a revenue transfer on this schedule.

School Jurisdiction Code: 1055

SCHEDULE D to the AFS
CALCULATION OF MAXIMUM ELIGIBLE EXPENSE LIMITS FOR BOARD (GOVERNANCE) AND SYSTEM ADMINISTRATION 2001-2002

STEP 1

Determine the total eligible revenue which is used as the BASE TOTAL to calculate the maximum eligible expense limits for Board and System Administration

Total Revenues (Schedule A):

Instruction Block	- Grades ECS -12 (excluding technology integration and emergent)	$21,235,144
Support Block	- Operations & Maintenance	$1,409,228
	- Transportation	$4,220,645
SUBTOTAL		$26,865,017

Other Revenues

Alberta Infrastructure (Operations & Maintenance)	$967,886
Other Alberta Learning revenues (Excluding One-Time Grant)	$0
Other - Government of Alberta (Excluding Alberta Finance)	$20,645
Federal government/First Nations	$179,230
Other Alberta school authorities	$0
Out of province local authorities	$37,512
Alberta municipalities	$136,932
Other sales and services	$25,542
Interest on investments	$89,342
Rentals of facilities	$144,585
Gains on disposal of capital assets	$3,350
Amortization of capital allocations	$874,853
School generated funds (Schedule E)	$964,442
BASE TOTAL FOR CALCULATING MAXIMUM EXPENSE LIMITS	**$30,309,335**

STEP 2

Calculation of maximum expense limit PERCENTAGE for Board and System Administration expenses

If "Total Net Enrolled Students" are 6,000 and over	= 4%	**5.23%**
If "Total Net Enrolled Students" are 2,000 and less	= 6%	

The Maximum Expense Limit for Board and System Administration is based on an arithmetical proration for the TOTAL FTE count for grades 1 -12, net of Home Education AND Adult students, between 2,000 to 6,000 at .0005 per FTE.

EXAMPLE: 4,500 FTE count grades 1-12 = 6,000 - 4,500 = 1,500 X .0005 = .75% plus 4% = maximum expense limit of 4.75%.

Note: Calculation unnecessary if Total FTE is 6,000 or more, and 2,000 & less.

STEP 3

Calculate maximum expense limit AMOUNTS for Board and System Administration expenses

Maximum Expense Limit percentage (Step 2) x Base Total (Step 1)		$1,584,330
Considerations for Charter Schools and Francophone Boards:		
If Charter School, enter 50,000	0	$0
If Francophone Board, enter 300,000	0	$0
(If none of these considerations apply, leave the above cells blank)		
MAXIMUM EXPENSE LIMIT		**$1,584,330**

STEP 4

Compare maximum expense limit amounts calculated in Step 3 to actual expenses (from Schedule A)

Actual Board Governance & System Administration expenses	$1,404,716
PLUS: transfers to Restricted - Operating (Board/System Administration)	$61,274
LESS: transfers from Restricted - Operating (Board/System Administration)	$0
TOTAL BOARD GOVERNANCE & SYSTEM ADMINISTRATION EXPENSES	$1,465,990
Maximum Expense Limit for Board & System Administration (Step 3)	$1,584,330
ACTUAL EXPENSES - OVER(UNDER) MAXIMUM EXPENSE LIMIT	-$118,339

School Jurisdiction Code: 1055

SCHEDULE E to the AFS
SOURCE & APPLICATION OF SCHOOL GENERATED FUNDS (SGF) - 2001-2002

Unexpended SGF - Opening Balance August 31, 2001		$448,807
Source of School Generated Funds:		
Total School Generated Funds for the year (Note 1)	$964,442	
Less: SGF - related cost recoveries (Note 2)	$746,132	
- capitalized at the District level	$0	
Net Total	$218,310	
Plus: Donations Received (Note 3)	$11,291	
Equals: Net Additions to SGF		$229,600
Net SGF Available for discretionary spending		$678,407
Net SGF revenue and Net SGF expense - per schedule A, line 26 and line 37		
Net expended SGF for discretionary purposes (Note 4)		$239,378
Unexpended SGF - Closing Balance August 31, 2002		$439,030

Note 1 Excludes fees collected pursuant to Section 60(2)(j) of the School Act (e.g. instruction materials and technology fees determined by board policy or resolution). This is the amount used to calculate the administrative cap. See Schedule E.

Note 2 These are the expenses (a) incurred in generating SGF (e.g. fundraising expenses, printing of tickets, payment to DJ at school dance; cost of goods sold for school cafeteria/servery; staffing and supplies for a dinner; raffle prizes; supplies for a car wash; book fair purchases; meals for lunch program), or (b) collected and disbursed for the benefit of individual students (e.g. cost of field trips for student activities not leading to CEU's). Monies collected for CEU-related activities are not SGF. They are recorded as instruction fees.

Note 3 Donations are restricted to cash; gifts in kind are treated as board assets, not SGF. Amounts are net of related expenses.

Note 4 Only SGF expended for discretionary purposes are recorded as revenue and expense; unexpended funds are carried forward on the balance sheet to the succeeding year. Any capital items purchased with SGF should be treated as a SGF-related cost recovery.

School Jurisdiction Code: 1055

SCHEDULE F to the AFS
Operations and Maintenance Program 2001-2002 Expenses

	Operations and Maintenance								
EXPENSES	Maintenance Office & Shop Administration	Preventative Maintenance	Custodial	Fire/Security/ Safety Systems	Sites and Grounds Maintenance	Utilities and Communications	Expensed Block BQRP/Mod.	Capital & Debt Services and Transfers	Total Operations and Maintenance
Uncertificated salaries and wages	$38,730	$196,560	$800,943	$17,213	$29,262	$1,291	$0		$1,083,999
Uncertificated benefits	$7,835	$39,791	$162,031	$3,482	$5,920	$261	$0		$219,320
SUB - TOTAL REMUNERATION	$46,565	$236,351	$962,973	$20,695	$35,182	$1,552	$0		$1,303,319
Contracted Services	$3,652	$10,941	$272,816	$21,115	$41,123	$16,200	$283,852		$649,699
Supplies	$107,724	$138,821	$64,911		$48,466		$0		$359,922
Electricity						$365,794			$365,794
Natural Gas/Heating Fuel						$197,809			$197,809
Sewer and Water						$64,609			$64,609
Cost recoveries & transfers								$0	$0
Amortization of capital assets									
Supported								$857,979	$857,979
Unsupported	$0	$0	$0	$0	$0	$0	$0	$179,841	$179,841
Total Amortization	$0	$0	$0	$0	$0	$0	$0	$1,037,820	$1,037,820
Interest on capital debt									
Supported								$369,508	$369,508
Unsupported								$0	$0
Other interest charges								$0	$0
Losses on disposal of capital assets								$0	$0
TOTAL EXPENSES	$157,941	$386,113	$1,300,700	$41,810	$124,772	$645,965	$283,852	$1,407,328	$4,348,481
FTE Uncertificated (Board/Contract)	1.0	5.0	25.0	1.0	1.0	0.0	0.0	0.0	33.0

Notes:

Maintenance Office & Shop Administration:	Includes all maintenance office related remuneration, supplies, services and contracts.
Preventative Maintenance:	Includes all structural, architectural, mechanical and electrical maintenance items identified below. - activities required for operating and maintaining the structure, envelope, roof, parkade, ramps/fire escapes, fixed exterior walls, exterior finishes of the buildings and outside doors/other barriers - activities for purchase, installation, maintenance and repair of mechanical and electrical systems for the maintenance buildings and schools.
Custodial:	Includes all the activities required for ensuring the buildings are kept in a clean and tidy condition.
Fire/Security/Safety Systems:	Includes all activities required for fire prevention/alarms systems, security personnel and alarm systems, detection systems and related safety systems for the property.
Sites & Grounds Maintenance:	Sites & Grounds Maintenance: includes all activities required for maintenance and upkeep of exterior grounds, parking lots, athletic fields including snow removal and lawn care.
Utilities & Communications:	Includes all cost related to electricity(light & power), natural gas and other heating fuels, sewer & water and all forms of communications.
Expensed Block BQRP/Mod:	Includes all non-capital activities related to Block BQRP/Modernization expensed by the jurisdiction.
Capital & Debt Services:	Includes all activities related to supported school amortization and debt interest expense. All unsupported amortization is allocated to the appropriate sub-categories.

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School Jurisdiction Code: 1055

SCHEDULE G to the AFS
DISCLOSURE OF SALARIES AND BENEFITS - 2001-2002
(SECTION 126.1 OF THE SCHOOL ACT)

	FTE's or Individuals	Remuneration	Benefits	Allowances	Performance Bonuses	ERIP's / Other	Total	Expenses
Board of Trustees:								
Chairman								
Name Marian Peers	1	$12,783	$555	$0	$0	$0	$13,337	$6,303
Board Members:								
Name Laurie D'Agnone	1	$11,439	$489	$0	$0	$0	$11,928	$7,042
Name Elaine Erb	1	$9,868	$422	$0	$0	$0	$10,290	$2,801
Name Paulette Heller	0.83	$9,985	$454	$0	$0	$0	$10,439	$4,750
Name Arnold Frank	0.83	$10,412	$474	$0	$0	$0	$10,886	$3,279
Name Ryan Herman	1	$8,739	$368	$0	$0	$0	$9,107	$2,759
Name Donna Kirchner	1	$11,516	$480	$0	$0	$0	$11,996	$4,846
Name Marjorie Moncrieff	1	$12,443	$541	$0	$0	$0	$12,983	$5,194
Name David Shauf	1	$9,976	$423	$0	$0	$0	$10,399	$3,865
Name Georgine Westgard	0.83	$10,233	$464	$0	$0	$0	$10,697	$5,095
Name L Brost,G Jorgenson, D Frank Note (3)	0.51	$4,127	$78	$0	$0	$0	$4,205	$1,073
Subtotal	**10**	**$111,520**	**$4,748**	**$0**	**$0**	**$0**	**$116,268**	**$47,006**
Superintendent Keith Jones (2)	1	$107,195	$6,201	$0	$0	$0	$113,395	$6,485
Secretary/TreasurerPatricia Cocks (2)	1	$86,063	$10,279	$0	$0	$0	$96,342	$10,146
Secretary (2)	0	$0	$0	$0	$0	$0	$0	$0
Treasurer (2)	0	$0	$0	$0	$0	$0	$0	$0
Certificated Salaries (1)	233.14	$15,255,936	$1,751,891	$0	$0	$0	$17,007,827	$0
Uncertificated Salaries & Wages (1)	192	$4,275,323	$716,208	$0	$0	$0	$4,991,531	$0
TOTALS		**$19,836,037**	**$2,489,328**	**$0**	**$0**	**$0**	**$22,325,364**	**$63,637**
				Sub-Total of Salaries and Benefits from Schedule A			$22,321,159	

Notes: Please refer to completion information on page 15

(1) Full time equivalents (FTE's)

(2) Employed or contracted

(3) Remuneration L Brost $1509 Benefits $40 Expenses $311
G Jorgenson $1480 Benefits $39 Expenses $644
D Frank $1136 Expenses $117

School Jurisdiction Code: 1055

SCHEDULE G1 to the AFS

DISCLOSURE OF SALARIES AND BENEFITS *(SECTION 148.1 OF THE SCHOOL ACT)*

COMPLETION INFORMATION

(1) Salary and benefits consist of and agree with the amounts properly recorded in the school jurisdiction's payroll records and related object codes for salaries, wages and benefits.

(2) **Remuneration** includes regular base salaries, administrative allowances, overtime, lump sum payments EXCEPTING TERMINATION BENEFITS (See #10A below), honoraria, deferred salary leave accruals and any other direct cash remuneration EXCEPTING PERFORMANCE PAY (See #10 below).

(3) Certificated salaries include the aggregate of all payments for certificated staff regardless of the length, nature or definition of the employment agreement. The number of full time equivalent staff should be measured as at September 30.

(4) Uncertificated salaries and wages should be measured in terms of the number of individuals employed as at September 30.

(5) Salary and benefits information should be the aggregate amount covering the same fiscal period as the audited financial statements.

(6) Salary must include deferred salary accruals.

(7) Salary includes only payments for services subject to an employer-employee relationship.

(8) **Benefits** include the employer's share of all employee benefits and contributions or payments made on behalf of employees including retirement pensions, Canada pension plan (CPP), employment insurance (EI), health care, dental coverage, vision coverage, out of country medical benefits, group life insurance, accidental disability and dismemberment insurance, long and short term disability plans.

(9) **Allowances** include all monies paid to an employee as miscellaneous **negotiated** allowances. This category will include car or travel allowances, isolation allowances, relocation expenses, sabbaticals, special leave with pay, financial and retirement planning services, and club memberships. ADMINISTRATIVE ALLOWANCES are included in **Remuneration**.

(10) **Performance Bonuses** include those monies paid to employees of the school authority that are tied to the achievement of some specifed goal or objective.

(10A) **Other** includes termination benefits ((severance pay, retiring allowances (ERIP's), sick leave and other settlement costs due to loss of employment).

(11) **Expenses** will include the reimbursements of travel, subsistence, moving costs, conference fees, etc., paid by the employee **or on his/her behalf** in performing the responsibilities of employment.

(12) The superintendent's remuneration is in terms of one individual who is the Chief Executive Officer. Benefits for the superintendent do not include Alberta Learning contributions to the Teachers Retirement Fund pension plan.

(13) A position should include salary, benefits and allowances earned by an individual who officially acted in a position while it was vacant. If a position was vacant and no one acted in the position, the position should not be disclosed.

(14) Benefits and allowances need not include an amount for automobile, housing or other benefits for which a value cannot be reasonably estimated.

(15) If a position is occupied by more than one individual during a year, the aggregate salary, benefits and allowances earned by the individuals in the position should be disclosed. An explanatory note should indicate the number of individuals.

School Jurisdiction Code [illegible]

AUDITED
FINANCIAL STATEMENTS
and Supporting Schedules
FOR THE YEAR ENDED AUGUST 31, 2002

[School Act, Sections 147(2)(a), 151(1) and 276]

Red Deer Catholic Regional Division No. 39
Name of School Jurisdiction

5210 - 61 Street Red Deer AB. T4N 6N8
Mailing Address

403 - 343 - 1055   403 - 347 - 6410
Telephone and Fax Numbers

SCHOOL JURISDICTION MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The financial statements and supporting schedules of Red Deer Catholic Regional Division No. 39 (Name of School Jurisdiction) presented to Alberta Learning have been prepared by school jurisdiction management which has responsibility for their preparation, integrity and objectivity. The financial statements and schedules, including notes, have been prepared in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

In fulfilling its reporting responsibilities, management has maintained internal control systems and procedures designed to provide reasonable assurance that the school jurisdiction's assets are safeguarded, that transactions are executed in accordance with appropriate authorization and that accounting records may be relied upon to properly reflect the school jurisdiction's transactions. The effectiveness of the control systems is supported by the selection and training of qualified personnel, an organizational structure that provides an appropriate division of responsibility and a strong budgetary system of control.

Board of Trustees Responsibility
The ultimate responsibility for the financial statements lies with the Board of Trustees. The Board reviewed the financial statements with management in detail and the Board approved the financial statements for release.

External Auditors
The Board appoints external auditors to audit the financial statements and meets with the auditors to review their findings. The external auditors have full and free access to school jurisdiction records.

Declaration of Management and Board Chairman
To the best of our knowledge and belief, these financial statements and supporting schedules reflect, in all material respects, the financial position and results of operations and cash flows for the year in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

BOARD CHAIRMAN

Mr. Gordon Bontje
Name
Signature

SUPERINTENDENT

Mr. Don Dolan
Name
Signature

SECRETARY-TREASURER OR TREASURER

Mr. Richard Dornstauder
Name
Signature

December 3, 2002
Dated

c.c. ALBERTA LEARNING, Financial Reporting Branch
[illegible]
EMAIL: [illegible]
PHONE: [illegible] FAX: [illegible]

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To the Board of Trustees
Red Deer Catholic Regional Division No. 39

AUDITORS' REPORT

We have audited the statement of financial position of the Red Deer Catholic Regional Division No. 39 as at August 31, 2002 and the statement of revenues and expenses, cash flows, changes in net assets and capital allocations for the year then ended. These financial statements are the responsibility of the school jurisdiction's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with generally accepted auditing standards. Those standards require that we plan and perform the audit to obtain reasonable assurance as to whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the financial position of the school jurisdiction as at August 31, 2002, and the results of its operations, changes in cash flows, net assets and capital allocations for the year then ended in accordance with generally accepted accounting principles.

Our audit was conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The supplementary information included in Schedules A through G is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such supplementary information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

Meyers Norris Penny LLP

Red Deer, Alberta
October 31, 2002

Chartered Accountants

School Jurisdiction Code: 0019

STATEMENT OF FINANCIAL POSITION

as at August 31

(in dollars)

		2002	2001
ASSETS			
Current assets			
Cash and temporary investments		$8,431,728	$5,385,329
Accounts receivable (net after allowances)			
Province of Alberta		$1,087,703	$788,729
Federal Government and/or First Nations		$197,451	$458,327
Alberta municipalities		$652,460	$615,012
Other Alberta school jurisdictions		$45,720	$151,552
Other		$211,650	$146,980
Prepaid expenses		$655,840	$430,735
Other current assets		$18,319	$30,787
Total current assets		$11,300,871	$8,007,451
School generated assets		$529,750	$420,349
Trust assets		$189,707	$166,676
Capital assets			
Land		$380,581	$381,586
Buildings	$62,601,277		
Less: accumulated amortization	($16,271,175)	$46,330,102	$38,673,389
Equipment	$6,238,443		
Less: accumulated amortization	($4,736,920)	$1,501,523	$1,182,137
Vehicles	$1,022,294		
Less: accumulated amortization	($862,248)	$160,046	$281,709
Total capital assets		$48,372,252	$40,518,821
TOTAL ASSETS		$60,392,580	$49,113,297
LIABILITIES			
Current liabilities			
Bank indebtedness		$0	$0
Accounts payable and accrued liabilities			
Province of Alberta		$0	$0
Federal Government and/or First Nations		$0	$0
Alberta municipalities		$0	$0
Other Alberta school jurisdictions		$0	$0
Other		$1,554,298	$1,188,314
Deferred revenue		$910,208	$610,889
Deferred capital allocations		$6,777,813	$4,745,368
Current portion of all long term debt		$875,687	$913,388
Total current liabilities		$10,118,006	$7,457,959
School generated liabilities		$529,750	$420,349
Trust liabilities		$189,707	$166,676
Unfunded employee future benefit liability		$133,966	$158,583
Long term debt			
Supported: Debentures and other supported debt		$6,533,878	$7,400,140
Less: Current portion of supported debt		($824,934)	($866,262)
Unsupported: Debentures and Capital Loans		$0	$0
Capital Leases		$538,224	$585,254
Mortgages		$0	$0
Less: Current portion of unsupported debt		($50,753)	($47,126)
Unamortized capital allocations		$38,776,135	$29,892,230
Total long term liabilities		$45,825,973	$37,709,844
TOTAL LIABILITIES		$55,943,979	$45,167,803
NET ASSETS			
Unrestricted net assets		$0	$0
Operating Reserves		$849,686	$595,283
Accumulated Operating Surplus (Deficit)		$849,686	$595,283
Investment in capital assets		$2,524,014	$2,641,197
Capital Reserves		$1,074,901	$709,014
Total Capital Funds		$3,598,915	$3,350,211
Total net assets		$4,448,601	$3,945,494
TOTAL LIABILITIES AND NET ASSETS		$60,392,580	$49,113,297

School Jurisdiction Code: 0019

STATEMENT OF REVENUES AND EXPENSES

for the Year Ended August 31

(in dollars)

	Actual 2002	Budget 2002 (1)	Actual 2001 (2)
REVENUES			
Alberta Learning	$30,022,075	$30,891,489	$28,178,233
Alberta Infrastructure	$2,045,085	$0	$310,589
Alberta Finance	$739,084	$782,028	$914,391
Other Government of Alberta	$341,114	$160,000	$161,155
Federal Government and/or First Nations	$112,160	$55,000	$52,724
Other Alberta school authorities	$35,409	$40,000	$0
Out of province local authorities	$0	$0	$0
Alberta Municipalities (excluding supplementary requisitions)	$0	$0	$42,134
Instruction resource fees	$294,619	$307,900	$274,832
Transportation fees	$9,544	$0	$12,194
Other sales and services	$452,628	$280,000	$468,329
Investment income	$50,564	$50,000	$108,331
Gifts and donations	$0	$51,500	$14,727
Rentals of facilities	$6,247	$25,000	$27,227
Net school generated funds	$177,898	$0	$0
Gains on disposal of capital assets	$0	$0	$0
Amortization of capital allocations	$1,629,857	$1,347,254	$1,643,803
Total Revenues	$35,916,284	$33,990,171	$32,208,669
EXPENSES			
Certificated salaries	$17,058,370	$17,399,757	$14,874,632
Certificated benefits	$2,328,911	$2,245,216	$1,976,606
Uncertificated salaries and wages	$4,985,565	$4,573,155	$4,493,726
Uncertificated benefits	$947,383	$974,082	$870,556
Services, contracts and supplies	$7,175,136	$6,525,584	$6,912,855
Net school generated funds	$177,898	$0	$0
Capital and debt services			
Amortization of capital assets			
Supported	$1,611,410	$1,347,254	$1,616,974
Unsupported	$345,347	$339,501	$532,813
Total Amortization of capital assets	$1,956,757	$1,686,755	$2,149,787
Interest on capital debt			
Supported	$739,084	$795,921	$836,334
Unsupported	$44,073	$43,107	$46,744
Total Interest on capital debt	$783,157	$839,028	$883,078
Other interest charges	$0	$0	$1,977
Losses on disposal of capital assets	$0	$0	$0
Total Expenses	$35,413,177	$34,243,577	$32,163,217
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES BEFORE FUNDING ALLOCATED FOR CAPITAL PURPOSES	$503,107	($253,406)	$45,452
Block BQRP revenue used for capital purposes	$0	$0	$0
Block MOD revenue used for capital purposes	$0	$0	$0
1999 One-time grant revenue used for capital purposes	$0	$0	$0
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES	$503,107	($253,406)	$45,452

Note (1) 2001-2002 budget numbers as restated or taken from the finalized Budget Report pursuant to section 147(2)(b) of the School Act.

Note (2) 2000-2001 actuals as restated or taken from the finalized audited financial statements pursuant to Section 147(2)(a) of the School Act.

School Jurisdiction Code: 0019

STATEMENT OF CASH FLOWS

for the Year Ended August 31

(in dollars)

		2002	2001
CASH FLOWS FROM:			
A. OPERATIONS			
Surplus (deficit) of revenues over expenses for the year		$503,107	$45,452
Add (Deduct) items not requiring cash:			
Amortization of capital allocations revenue		($1,629,857)	($1,643,803)
Total amortization expense		$1,956,757	$2,149,787
Gains on disposal of capital assets		$0	$0
Losses on sale of capital assets		$0	$0
Changes in accrued accounts:			
Accounts receivable		($34,384)	($719,515)
Prepaids and other current assets		($212,637)	$343,612
Payables and accrued liabilities		$365,984	($704,868)
Deferred revenue		$299,319	($140,892)
Unfunded employee future benefit expense (recovery)		($24,617)	$17,337
Other (e.g. change in net trust liabilities)		($603,187)	$0
Total sources (uses) of cash from Operations		$620,485	($652,890)
B. INVESTING ACTIVITIES			
Purchases of capital assets			
Land		$0	($20,097)
Buildings		($9,318,786)	($5,672,651)
Equipment		($547,623)	($885,534)
Vehicles		($32,156)	($76,463)
Proceeds from disposal of capital assets		$0	$0
Other (describe)		$0	$0
Total sources (uses) of cash from investing activities		($9,898,565)	($6,654,745)
C. FINANCING ACTIVITIES			
Capital allocations received		$12,371,509	$5,208,374
Issue of long term debt		$0	$0
Repayment of long term debt		($913,292)	($954,641)
Add back: supported portion		$866,262	$911,247
Total sources (uses) from Financing activities		$12,324,479	$5,164,980
Net sources (uses) of cash equivalents* during year		$3,046,399	($2,142,655)
Cash Equivalents at the beginning of the year		$5,385,329	$7,527,984
Cash Equivalents at the end of the year	$8,431,728	$8,431,728	$5,385,329

Note: Cash equivalents consist of:

- cash and temporary investments
- bank indebtedness

School Jurisdiction Code: 0

STATEMENT OF CHANGES IN NET ASSETS
for the Year Ended August 31, 2002
(in dollars)

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)	(14)	(15)
	TOTAL	INVESTMENT	UNRESTRICTED	TOTAL RESTRICTED	RESTRICTED NET ASSETS										
					School Based		Alberta Infrastructure			Board & System Admin.		Transportation		External Services	
	NET ASSETS (Columns 2+3+4)	IN CAPITAL ASSETS	NET ASSETS	NET ASSETS Columns 5 to 15	Unsupported Operating Reserves	Unsupported Capital (Vehicle Equip) Reserves	Unsupported O& M Operating Reserves	Supported School (Bldg/Land) Capital Reserves	Unsupported Capital (Bldg. Vehicle Equip) Reserves	Unsupported Operating Reserves	Unsupported Capital (Bldg. Vehicle Equip) Reserves	Unsupported Operating Reserves	Unsupported Capital (Bldg. Vehicle Equip) Reserves	Unsupported Operating Reserves	Unsupported Capital (Bldg. Vehicle Equip) Reserves
Balance at August 31, 2001	$3 945 494	$2 641 197	$0	$1 304 297	$418 474	$354 018	$112 164	$170 302	$62 268	$33 647	($66 482)	$30 998	$188 908	$0	$0
Prior period adjustments (describe)															
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
Adjusted Balance, Aug. 31, 2001	$3 945 494	$2 641 197	$0	$1 304 297	$418 474	$354 018	$112 164	$170 302	$62 268	$33 647	($66 482)	$30 998	$188 908	$0	$0
Surplus(def) of revenue over expenses	$503 107		$503 107												
Block BORP funded capital transactions		$0	$0												
Block MOD funded capital transactions		$0	$0												
Board funded capital transactions		$162 687	$0	($162 687)	$0	($90 744)	$0		($71 943)	$0	$0	$0	$0	$0	$0
Donations of non-amortizable assets	$0	$0													
Amortization of capital assets		($1 956 757)	$1 956 757												
Amortization of capital allocations		$1 629 857	($1 629 857)												
Disposal of unsupported capital assets		$0	$0	$0		$0			$0		$0		$0		$0
Disposal of supported capital assets	$0	$0	$0	$0				$0							
Debt principal payments (unsupported)		$47 030	($47 030)	$0	$0	$0	$0	$0	$0	$0	$0				
Net transfers to operating reserves			($254 403)	$254 403	$107 667	$0	$85 136	$0	$0	$15 610	$0	$45 990	$0	$0	$0
Net transfers from operating reserves			$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
Net transfers to capital reserves			($528 574)	$528 574	$0	$66 790	$0	$0	$252 563	$0	$50 442	$0	$158 779	$0	$0
Net transfers from capital reserves	$0		$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
Balance at August 31, 2002	$4 448 601	$2 524 014	$0	$1 924 587	$526 141	$330 064	$197 300	$170 302	$242 888	$49 257	($16 040)	$76 988	$347 687	$0	$0

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School Jurisdiction Code: 0019

STATEMENT OF CAPITAL ALLOCATIONS
(SUPPORTED CAPITAL FINANCING ONLY)
for the Year Ended August 31, 2002

(in dollars)

		Deferred Capital Allocations	Unamortized Capital Allocations
Balance at August 31, 2001		$4,745,368	$29,892,230
Add:			
Capital allocations from:	AB Infrastructure - New/Modernization Projects	$12,150,124	
	Other Government of Alberta	$0	
	Federal Government and/or First Nations	$0	
	Alberta Municipalities	$0	
	Other Alberta school jurisdictions	$0	
	Other	$0	
Interest earned on provincial government capital allocations		$221,385	
Other capital grants and donations		$0	
Insurance proceeds		$0	
Donated capital assets (depreciable, at Fair Market Value)			$0
Transferred in capital assets (depreciable, at Net Book Value)			$0
Current Year Debenture Principal Repayment			$866,262
Expended capital allocations - current year		($10,339,064)	$10,339,064
Less:			
Unamortized Capital Allocation affected by a disposal through transfer out			$691,564
Capital allocations amortized to revenue			$1,629,857
Balance at August 31, 2002		$6,777,813	$38,776,135

1. Authority and purpose

The School Division delivers education programs under the authority of the School Act, Chapter S-3, Statutes of Alberta January 1, 2002.

The School Division receives block allocations for instruction and support under Regulation 72/95. The Regulation limits funding and expenses for administration. It permits the School Division within specified limits to reallocate funding between the instruction and support blocks.

2. Accounting policies

These financial statements have been prepared in accordance with Canadian generally accepted accounting principles and accounting policies consistent with those prescribed by Alberta Learning for Alberta school jurisdictions. These financial statements have, in management's opinion, been properly prepared with reasonable limits of materiality and within the framework of the significant accounting policies summarized as follows:

Revenue recognition

Revenue is recognized as follows:

Instruction and support allocations are recognized in the year to which they related.

Fees for services related to courses and programs are recognized as revenue when such courses and programs are delivered.

Capital contributions from the province or other agencies are recorded as deferred capital allocations. Once spent, they are transferred to unamortized capital allocations which are amortized to revenue on the same basis as the capital asset acquired by the grant.

Unrestricted contributions are recognized as revenue when received or receivable. Contributions in-kind are recorded at fair market value when reasonably determinable.

Externally restricted contributions are deferred and recognized as revenue in the period in which the restriction is complied with. Endowment funds, which are to be retained as net assets, are recorded as direct increases in trust assets and liabilities.

Capital assets

Capital assets are recorded at cost. Amortization is provided using methods and rates intended to amortize the cost of assets over their estimated useful lives.

	Method	Rate
Buildings	straight line	2.5 to 4%
Automotive	straight line	10 and 20%
Equipment	straight line	10 and 20%

Only assets with costs in excess of $5,000 are capitalized. Any capital allocations received for asset additions are amortized over the same period as the related asset.

2. **Accounting policies** (Continued from previous page)

Inventories

Inventories are recorded at the lower of cost and net realizable value.

Prepaid expenses

Certain expenditures incurred and paid before the close of the school year are for specific school supplies, which will be consumed subsequent to the year-end, and are accordingly recorded as prepaid expenses. Certain insurance expenses fall into this category.

School generated funds

These are funds in the community, which come under the control and responsibility of the school principal and are for school activities. These funds are usually collected and retained at the school for expenditures paid at the school level (e.g. yearbook sales, graduation fees, field trip fees, etc.)

Vacation pay

Vacation pay is accrued in the period in which the employee earns the benefit.

Contributed services

Volunteers contribute a considerable number of hours per year to various schools, which are within the school board to ensure that certain programs are delivered, such as kindergarten, lunch services and the raising of school generated funds. Because of the difficulty of compiling these hours and the fact that these services are not otherwise purchased, contributed services are not recognized in the financial statements.

Pensions

Pension costs included in these financial statements comprise the cost of employer contributions for the current service of employees during the year.

The current service and past service costs of the Alberta Teacher Retirement Fund are met by contributions by active members and the Government of Alberta. Under the terms of the Teachers Pension Plan Act, the Red Deer Regional School Division #39 does not make pension contributions for certificated staff.

The school board participates in the multi-employer pension plan, Local Authorities Pension Plan. The expense for this pension plan is equivalent to the annual contributions of $48,5[illegible] (2001 - $34,85[illegible]) for the year ended August 31, 2002.

At December 31, 2001, the Local Authorities Pension Plan reported a surplus of $61[illegible] (2000 - $33[illegible],823).

Operating and capital reserves

Reserves are established at the discretion of the Board of Trustees of the jurisdiction or alternatively to set aside funds for operations and for future capital expenditures. Such reserves are appropriations of accumulated surplus.

Measurement uncertainty

The preparation of financial statements in conformity with Canadian generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of financial statements and the reported amounts of revenues and expenses during the reporting period. These assumptions are reviewed periodically and, as adjustments become necessary, they are reported in earnings in the periods in which they become known.

2. Accounting policies *(Continued from previous page)*

Employee future benefits

The School Division accounted for the future costs of employee benefits commencing in the 2000/2001 school year using the retroactive approach. There is no financial impact on the School Division at this time

3. Bank indebtedness

The School Division has negotiated a line of credit in the amount of $2,000,000 of which $0 has been drawn (2001 - $0) that bears interest at the bank prime rate less .5%. The line of credit, which is secured by a borrowing resolution incorporating a first charge over all monies becoming due or payable to the borrower, including municipal levies, covers all revenue of the School Division. There was no balance outstanding on the line of credit at August 31, 2002.

4. Deferred revenue

	2002	*2001*
Technology Integration Funding	-	176,516
One Time Grant Funding	72,769	63,767
Energy Rebate	-	121,042
AISI Revenue	-	102,165
DCRP Funding	578,022	-
Other	259,417	147,400
	910,208	610,859

5. Long - term debt

	2002	*2001*
The Division has issued the following debentures to the Alberta Municipal Finance Corporation to finance the construction of school buildings having a carrying value of $13,255,226. Interest rates range from 6.875% to 12%.	6,533,878	7,400,140
Less: current portion	824,934	-
	5,708,944	7,400,140

Principal repayments, excluding the obligation under capital lease, are estimated as follows:

2003	824,934
2004	784,137
2005	767,514
2006	762,396
2007	730,091

6. Obligation under capital lease

	2002	*2001*
Capital lease bearing interest at the Scotia Leasing Five Year Base Rate (Currently 6.4%) plus 1.25% payable in monthly instalments of $7,511 including interest, secured by equipment having a carrying value of $578,351, due August 2010.	538,224	585,254
Less: current portion	50,728	-
	487,496	585,254

Minimum lease payments are as follows:

2003	50,728
2004	54,646
2005	59,078
2006	63,759
2007	68,802

7. Lease commitments

The School Division has entered into various lease agreements with estimated minimum annual payments as follows:

2003	266,390
2004	91,869

8. Other commitments

The School Division has entered into an agreement with Destination Conservation Ltd. whereby the division must pay $12,000 ($1,000 per school) for the delivery of the Destination Conservation Program. This agreement expired on September 17, 2002. On September 17, 2002, the School Division has entered into a new agreement with Destination Conservation Ltd. whereby the division must pay $8,400 ($700 per school) for the delivery of the new Destination Conservation Program annually for 6 years. This will come into effect subsequent to year end.

9. One time grant revenue

On November 9, 1999, the Board approved the transfer of $500,000 to a Capital Equipment Reserve from the one time Grant received in 1999. These funds will be used in future years for new photocopiers.

In the spring of 2002, Alberta Learning announced and provided one time funding equal to approximately 3% of an identified list of grants provided to the school jurisdiction in 2001-02 to support initiatives related to the 2002-03 school year. This one time funding in the amount of $100,000 has been deferred to the 2002-03 school year to match the year of expenditure.

10. Economic dependence

The School Division is economically dependent on Alberta Learning and Supplementary Requisitions for significant portion of its revenue.

11. Financial instruments

The School Division, as part of its operations, has a number of financial instruments. It is management's opinion that the School Division is not exposed to significant interest, currency or credit risks arising from these financial instruments. Unless otherwise noted, the fair values of these financial instruments approximate their carrying values. The School Board has invested surplus funds in accordance with Section 44 of the School Act and Section 5 of the Trustee Act.

12. Comparative figures

The Budget 2002 and Actual 2001 comparative figures have been reclassified where necessary to conform to Actual 2002 presentation.

13. Contingent liabilities

During 2001, the School Division became aware that certain employees may have been omitted from the Local Authorities Pension Plan. This may require a payment for past service by the School Division. The amount of the payment is unknown at this time.

The School Division has been advised by Canada Customs and Revenue Agency that it is permissible for the individuals in question to transfer the funds from their RRSP's directly to the LAPP fund.

14. Budget amounts

The budget was prepared by the School Division and approved by the Board of Trustees. It is presented for information purposes only and has not been audited.

15. Unusual item

Prior to 2001, the School Division was deferring and amortizing Block BQRP grants and recognizing the revenue over the life of the related asset that the grant was used for. In 2001, the School Division received instruction from Alberta Learning to recognize Block BQRP as revenue when the related expenses are incurred. During the current year all Block BQRP revenue that had been previously deferred and included in unamortized capital allocation was recognized as revenue. This change resulted in an increase in Alberta Infrastructure revenue by $586,428.

School Jurisdiction Code: 0019

SCHEDULE A to the AFS
ALLOCATION OF REVENUES AND EXPENSES TO PROGRAMS - 2001-200:

REVENUES	TOTAL	Early Childhood Services	Total Instruction (Grades 1 to 12)	Operations and Maintenance of Schools & Maintenance Shops	Transportation	Board & System Administration			External Services
						Board Governance	System Admintration	Total Board & System Admin.	
Alberta Learning allocations									
(1) Instruction block	$24 215 749	$1 123 400	$23 092 349						
(2) Support block	$4 211 297			$1 640 821	$1 266 934			$1 303 542	
(3) Instruction & support block reallocations	$0	($100 000)	$100 000	$0	$0			$0	$0
(4) Alberta Initiative for School Improvement (AISI)	$663 726	$0	$663 726						
(5) Student Health Initiative (SHI)	$113 599	$0	$113 599						$0
(6) Teacher Salary Enhancement (TSE)	$709 437	$0	$697 362					$12 075	$0
(7) Regional Assessment Services (4 boards only)	$0								$0
(8) Regional P.D. Consortium (6 boards only)	$0								$0
(9) Other Alberta Learning revenues	$108 267	$0	$56 267	$0	$0			$0	$52 000
(10) **Total Alberta Learning Revenue**	$30 022 075	$1 023 400	$24 723 303	$1 640 821	$1 266 934			$1 315 617	$52 000
Alberta Infrastructure									
(11) Expensed Block Mod. Block BQRP support	$862 123		$0	$862 123					
(12) Operations and Maintenance support	$1 182 962			$1 182 962					
(13) **Total Alberta Infrastructure Revenue**	$2 045 085		$0	$2 045 085					
(14) **Alberta Finance**	$739 084		$0	$739 084	$0			$0	
(15) **Other - Government of Alberta**	$341 114	$0	$95 000	$61 614	$19 000			$4 000	$161 500
(16) **Federal Government and/or First Nations**	$112 160	$0	$100 520	$11 640	$0			$0	$0
(17) **Other Alberta school authorities**	$35 409	$0	$0	$0	$0			$0	$35 409
(18) **Out of province local authorities**	$0	$0	$0	$0	$0			$0	$0
(19) **Alberta municipalities (excl. supplementary requisitions)**	$0	$0	$0	$0	$0			$0	$0
(20) **Instruction resource fees**	$294 619	$9 074	$285 545						
(21) **Transportation fees**	$9 544				$9 544				
(22) **Other sales and services**	$452 628	$0	$107 427	$203 410	$84 406			$57 385	$0
(23) **Investment income**	$50 564	$0	$45 564	$0	$0			$5 000	$0
(24) **Gifts and donations**	$0	$0	$0	$0	$0				$0
(25) **Rentals of facilities**	$6 247	$0	$6 247	$0	$0			$0	$0
(26) **Net school generated funds**	$177 898		$177 898					$0	
(27) **Gains on disposal of capital assets**	$0	$0	$0	$0	$0			$0	$0
(28) **Amortization of capital allocations**	$1 629 857		$111 227	$1 500 183	$18 447				
(29) **TOTAL REVENUES** $35 916 284	$35 916 284	$1 032 474	$25 652 731	$6 201 837	$1 398 331			$1 382 002	$248 909
EXPENSES									
(30) **Certificated salaries**	$17 058 370	$589 316	$16 188 010				$280 188	$280 188	$856
(31) **Certificated benefits**	$2 328 911	$84 983	$2 167 791				$76 137	$76 137	$0
(32) **Uncertificated salaries and wages**	$4 985 565	$206 711	$3 192 834	$578 144	$411 863	$70 326	$427 784	$498 110	$97 903
(33) **Uncertificated benefits**	$947 383	$41 408	$639 576	$111 170	$30 165	$22 809	$85 234	$108 043	$17 021
(34) **SUB - TOTAL**	$25 320 229	$922 418	$22 188 211	$689 314	$442 028	$93 135	$869 343	$962 478	$115 780
(35) **Services, contracts & supplies**	$7 175 136	$80 821	$2 996 382	$2 866 337	$745 015	$164 222	$189 250	$353 472	$133 129
(36) **Cost recoveries & transfers (must balance to zero)**	$0	$0	$0	$0	$0	$0	$0	$0	$0
(37) **Net school generated funds**	$177 898		$177 898						
Capital and debt services									
Amortization of capital assets									
(38) Supported	$1 611 410	$0	$111 227	$1 500 183	$0	$0	$0	$0	$0
(39) Unsupported	$345 347	$0	$76 899	$87 709	$130 297	$0	$50 442	$50 442	$0
(40) Total Amortization	$1 956 757	$0	$188 126	$1 587 892	$130 297	$0	$50 442	$50 442	$0
Interest on capital debt									
(41) Supported	$739 084	$0	$0	$739 084	$0	$0	$0	$0	$0
(42) Unsupported	$44 073	$0	$0	$44 073	$0	$0	$0	$0	$0
(43) Other interest charges	$0	$0	$0	$0	$0	$0	$0	$0	$0
(44) Losses on disposal of capital assets	$0	$0	$0	$0	$0	$0	$0	$0	$0
(45) **TOTAL EXPENSES** $35 413 177	$35 413 177	$1 003 239	$25 550 597	$5 926 700	$1 317 340	$257 357	$1 109 035	$1 366 392	$248 909
(46) Surplus(deficit) Before Funding Allocated for Capital Purposes	$503 107	$29 235	$102 134	$275 137	$80 991			$15 610	$0
TOTAL applicable number of students/children	4 920	327	4 756	4 920	2 072			4 920	
AVERAGE PROGRAM COSTS per applicable student/child	$7 198	$3 068	$5 372	$1 205	$636			$278	

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SCHEDULE B1 to the AFS
INSTRUCTION Grades 1 to 12 Program 2001-2002 Expenses

EXPENSES	INSTRUCTION (Grades 1 to 12)							
	All Student Instruction	School Admin. & Instruction Support	System Instruction Support	Mildly & Moderately Disabled and Gifted & Talented	Severely Disabled	Alberta Initiative for School Improvement	Student Health Initiative	Total Instruction (Grades 1 to 12)
Certificated salaries	$11,943,874	$1,976,556	$0	$1,211,208	$564,747	$491,625	$0	$16,188,010
Certificated benefits	$1,583,472	$217,651	$0	$170,191	$138,017	$58,460	$0	$2,167,791
Uncertificated salaries and wages	$357,355	$1,293,917	$0	$262,458	$1,181,737	$25,901	$71,466	$3,192,834
Uncertificated benefits	$71,070	$259,193	$0	$53,222	$236,721	$5,702	$13,668	$639,576
SUB - TOTAL REMUNERATION	$13,955,771	$3,747,317	$0	$1,697,079	$2,121,222	$581,688	$85,134	$22,188,211
Services, contracts & supplies	$2,286,852	$391,053	$0	$65,466	$143,405	$82,038	$27,548	$2,996,362
Cost recoveries & transfers	$0	$0	$0	$0	$0	$0	$0	$0
Net school generated funds	$177,898							$177,898
Amortization of capital assets								
Supported	$111,227	$0	$0	$0	$0	$0	$0	$111,227
Unsupported	$76,899	$0	$0	$0	$0	$0	$0	$76,899
Total Amortization	$188,126	$0	$0	$0	$0	$0	$0	$188,126
Interest on capital debt								
Supported	$0	$0	$0	$0	$0	$0	$0	$0
Unsupported	$0	$0	$0	$0	$0	$0	$0	$0
Other interest charges	$0	$0	$0	$0	$0	$0	$0	$0
Losses on disposal of capital assets	$0	$0	$0	$0	$0	$0	$0	$0
TOTAL EXPENSES	$16,608,647	$4,138,370	$0	$1,762,545	$2,264,627	$663,726	$112,682	$25,550,597
FTE Certificated				24	10			
FTE Uncertificated				9	61			

SCHEDULE B2 to the AFS
INSTRUCTION Grades 1 to 12 Program 2001-2002

	AB LEARNING INSTRUCTION BLOCK REVENUE	ALBERTA LEARNING OTHER REVENUE	NON-ALBERTA LEARNING REVENUE	INSTRUCTION BLOCK REALLOCATION	TOTAL REVENUE	TOTAL EXPENSES	NET
Basic Instruction	$20,018,907	$1,530,954	$643,883	$100,000	$22,293,744	$19,147,600	$3,146,144
School Admin & Instruction Support Expenses						$4,138,370	($4,138,370)
System Instruction Support Expenses						$0	$0
Total Basic Instruction	$20,018,907	$1,530,954	$643,883	$100,000	$22,293,744	$23,285,970	($992,226)
Sub-Programs & Initiatives							
Severely Disabled	$2,356,730		$0		$2,356,730	$2,264,627	$92,103
English as a Second Language	$35,378				$35,378	$0	$35,378
Enhanced Opportunities	$41,000				$41,000	$0	$41,000
Native Education Project	$51,238		$0		$51,238	$0	$51,238
Institutional Programs	$0				$0	$0	$0
Sparsity & Distance	$9,234				$9,234		$9,234
Growth & Density	$73,034				$73,034		$73,034
Teacher Assistants Program	$99,044				$99,044	$0	$99,044
Early Literacy Initiative (K-2)	$185,831				$185,831	$0	$185,831
Learning Resources (LRC credit used)	$45,438		$285,545		$330,983	$0	$330,983
Supernet	$0				$0	$0	$0
Technology Integration	$176,515		$0		$176,515	$0	$176,515
French as a Second Language(all jurisdictions)	$0				$0	$0	$0
Home Education	$0		$0		$0	$0	$0
Emergent	$0				$0	$0	$0
Total Sub-Programs & Initiatives	$3,073,442		$285,545		$3,358,987	$2,264,627	$1,094,360
INSTRUCTION, GRADES 1-12 (plus Early Lit. ECS)	$23,092,349	$1,530,954	$929,428	$100,000	$25,652,731	$25,550,597	$102,134

School Jurisdiction Code: 0019

SCHEDULE C to the AFS
SUMMARY OF REVENUE TRANSFERS
BETWEEN ALBERTA LEARNING BLOCK ALLOCATIONS - 2001-2002

	Early Childhood Services	Instruction (Grades 1 to 12)	Operations and Maintenance	Transportation	Board and System Administration	External Services
Alberta Learning block allocations - Schedule A (Lines 1 & 2)	$1,123,400	$23,092,349	$1,640,821	$1,266,934	$1,303,542	
Reallocations permitted by the "Funding for School Authorities" manual						
From instruction block to:						
(1) External Services		$0				$0
From ECS component of instruction block:						
(1) Transportation (part of the 2% maximum) (Note)	$0			$0		
(2) Operations and maintenance of schools (part of the 2% maximum) (Note)	$0		$0			
From all or part of maximum 2% of instruction block to:						
(1) Operations and maintenance of schools		$0	$0			
(2) Transportation		$0		$0		
Calculation: 2% of ***$24,215,749*** ***=*** ***$484,315*** ***$0***						
From instruction block (Growth & Denisty component) to:						
(1) Operations and maintenance of schools		$0	$0			
(2) Transportation		$0		$0		
Reallocations directed by the board of trustees						
From operations and maintenance of schools block to:						
(1) Transportation			$0	$0		
(2) Instruction		$0	$0			
From transportation block to:						
(1) Operations and maintenance			$0	$0		
(2) Instruction		$0		$0		
From board and system administration block to:						
(1) Transportation				$0	$0	
(2) Operations and maintenance of schools			$0		$0	
(3) Instruction		$0			$0	
From within the instruction block and its components:						
(1) Instruction to: Early childhood services (ECS)	$0	$0				
(2) ECS to: Instruction	($100,000)	$100,000				
AMOUNTS REFLECTED ON SCHEDULE A (Line 3)	($100,000)	$100,000	$0	$0	$0	$0

Note: Incremental ECS costs for transportation or O & M funded out of the instruction block should normally be recorded as a cost recovery on Schedule B rather than as a revenue transfer on this schedule.

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SCHEDULE D to the AFS
CALCULATION OF MAXIMUM ELIGIBLE EXPENSE LIMITS FOR BOARD (GOVERNANCE) AND SYSTEM ADMINISTRATION 2001-2002

STEP 1

Determine the total eligible revenue which is used as the BASE TOTAL to calculate the maximum eligible expense limits for Board and System Administration

Total Revenues (Schedule A):

Instruction Block	- Grades ECS -12 (excluding technology integration and emergent)	$24,039,234
Support Block	- Operations & Maintenance	$1,640,821
	- Transportation	$1,266,934
SUBTOTAL		$26,946,989

Other Revenues

Alberta Infrastructure (Operations & Maintenance)	$1,182,962
Other Alberta Learning revenues (Excluding One-Time Grant)	$0
Other - Government of Alberta (Excluding Alberta Finance)	$341,114
Federal government/First Nations	$112,160
Other Alberta school authorities	$35,409
Out of province local authorities	$0
Alberta municipalities	$0
Other sales and services	$452,628
Interest on investments	$50,564
Rentals of facilities	$6,247
Gains on disposal of capital assets	$0
Amortization of capital allocations	$1,629,857
School generated funds (Schedule E)	$874,014
BASE TOTAL FOR CALCULATING MAXIMUM EXPENSE LIMITS	**$31,631,944**

STEP 2

Calculation of maximum expense limit PERCENTAGE for Board and System Administration expenses

If "Total Net Enrolled Students" are 6,000 and over	= 4%	**4.54%**
If "Total Net Enrolled Students" are 2,000 and less	= 6%	

The Maximum Expense Limit for Board and System Administration is based on an arithmetical proration for the TOTAL FTE count for grades 1 -12, net of Home Education AND Adult students, between 2,000 to 6,000 at .0005 per FTE.

EXAMPLE: 4,500 FTE count grades 1-12 = 6,000 - 4,500 = 1,500 X .0005 = .75% plus 4% = maximum expense limit of 4.75%.

Note: Calculation unnecessary if Total FTE is 6,000 or more, and 2,000 & less.

STEP 3

Calculate maximum expense limit AMOUNTS for Board and System Administration expenses

Maximum Expense Limit percentage (Step 2) x Base Total (Step 1)		$1,436,090

Considerations for Charter Schools and Francophone Boards:

If Charter School, enter 50,000	0	$0
If Francophone Board, enter 300,000	0	$0

(If none of these considerations apply, leave the above cells blank)

MAXIMUM EXPENSE LIMIT	**$1,436,090**

STEP 4

Compare maximum expense limit amounts calculated in Step 3 to actual expenses (from Schedule A)

Actual Board Governance & System Administration expenses	$1,366,392
PLUS: transfers to Restricted - Operating (Board/System Administration)	$15,610
LESS: transfers from Restricted - Operating (Board/System Administration)	$0
TOTAL BOARD GOVERNANCE & SYSTEM ADMINISTRATION EXPENSES	$1,382,002
Maximum Expense Limit for Board & System Administration (Step 3)	$1,436,090
ACTUAL EXPENSES - OVER(UNDER) MAXIMUM EXPENSE LIMIT	-$54,088

School Jurisdiction Code: 0019

SCHEDULE E to the AFS
SOURCE & APPLICATION OF SCHOOL GENERATED FUNDS (SGF) - 2001-2002

Unexpended SGF - Opening Balance August 31, 2001		$420,349
Source of School Generated Funds:		
Total School Generated Funds for the year (Note 1)	$874,014	
Less: SGF - related cost recoveries (Note 2)	$586,715	
- capitalized at the District level	$0	
Net Total	$287,299	
Plus: Donations Received (Note 3)	$0	
Equals: Net Additions to SGF		$287,299
Net SGF Available for discretionary spending		$707,648
Net SGF revenue and Net SGF expense - per schedule A, line 26 and line 37		
Net expended SGF for discretionary purposes (Note 4)		$177,898
Unexpended SGF - Closing Balance August 31, 2002		$529,750

Note 1 Excludes fees collected pursuant to Section 60(2)(j) of the School Act (e.g. instruction materials and technology fees determined by board policy or resolution). This is the amount used to calculate the administrative cap. See Schedule E.

Note 2 These are the expenses (a) incurred in generating SGF (e.g. fundraising expenses, printing of tickets, payment to DJ at school dance; cost of goods sold for school cafeteria/servery; staffing and supplies for a dinner; raffle prizes; supplies for a car wash; book fair purchases; meals for lunch program), or (b) collected and disbursed for the benefit of individual students (e.g. cost of field trips for student activities not leading to CEU's). Monies collected for CEU-related activities are not SGF. They are recorded as instruction fees.

Note 3 Donations are restricted to cash; gifts in kind are treated as board assets, not SGF. Amounts are net of related expenses.

Note 4 Only SGF expended for discretionary purposes are recorded as revenue and expense; unexpended funds are carried forward on the balance sheet to the succeeding year. Any capital items purchased with SGF should be treated as a SGF-related cost recovery.

School Jurisdiction Code: 0019

SCHEDULE F to the AFS
Operations and Maintenance Program 2001-2002 Expenses

EXPENSES	Operations and Maintenance								
	Maintenance Office & Shop Administration	Preventative Maintenance	Custodial	Fire/Security/ Safety Systems	Sites and Grounds Maintenance	Utilities and Communications	Expensed Block BQRP/Mod.	Capital & Debt Services and Transfers	Total Operations and Maintenance
Uncertificated salaries and wages	$0	$578,144	$0	$0	$0	$0	$0		$578,144
Uncertificated benefits	$0	$111,170	$0	$0	$0	$0	$0		$111,170
SUB - TOTAL REMUNERATION	$0	$689,314	$0	$0	$0	$0	$0		$689,314
Contracted Services	$0	$266,890	$719,602	$0	$39,589	$45,675	$862,123		$1,933,879
Supplies	$0	$150,263	$0		$1,265		$0		$151,528
Electricity						$560,409			$560,409
Natural Gas/Heating Fuel						$182,820			$182,820
Sewer and Water						$37,701			$37,701
Cost recoveries & transfers								$0	$0
Amortization of capital assets									
Supported								$1,500,183	$1,500,183
Unsupported	$0	$0	$0	$0	$0	$0	$0	$87,709	$87,709
Total Amortization	$0	$0	$0	$0	$0	$0	$0	$1,587,892	$1,587,892
Interest on capital debt									
Supported								$739,084	$739,084
Unsupported								$44,073	$44,073
Other interest charges								$0	$0
Losses on disposal of capital assets								$0	$0
TOTAL EXPENSES	$0	$1,106,467	$719,602	$0	$40,854	$826,605	$862,123	$2,371,049	$5,926,700
FTE Uncertificated (Board/Contract)	0.0	16.6	26.4	0.0	0.0	0.0	0.0	0.0	43.0

Notes:

Maintenance Office & Shop Administration:	Includes all maintenance office related remuneration, supplies, services and contracts.
Preventative Maintenance:	Includes all structural, architectural, mechanical and electrical maintenance items identified below. - activities required for operating and maintaining the structure, envelope, roof, parkade, ramps/fire escapes, fixed exterior walls, exterior finishes of the buildings and outside doors/other barriers - activities for purchase, installation, maintenance and repair of mechanical and electrical systems for the maintenance buildings and schools.
Custodial:	Includes all the activities required for ensuring the buildings are kept in a clean and tidy condition.
Fire/Security/Safety Systems:	Includes all activities required for fire prevention/alarms systems, security personnel and alarm systems, detection systems and related safety systems for the property.
Sites & Grounds Maintenance:	Sites & Grounds Maintenance: includes all activities required for maintenance and upkeep of exterior grounds, parking lots, athletic fields including snow removal and lawn care.
Utilities & Communications:	Includes all cost related to electricity(light & power), natural gas and other heating fuels, sewer & water and all forms of communications.
Expensed Block BQRP/Mod:	Includes all non-capital activities related to Block BQRP/Modernization expensed by the jurisdiction.
Capital & Debt Services:	Includes all activities related to supported school amortization and debt interest expense. All unsupported amortization is allocated to the appropriate sub-categories.

School Jurisdiction Code: 0019

SCHEDULE G to the AFS
DISCLOSURE OF SALARIES AND BENEFITS - 2001-2002
(SECTION 148.1 OF THE SCHOOL ACT)

	FTE's or Individuals	Remuneration	Benefits	Allowances	Performance Bonuses	ERIP's / Other	Total	Expenses
Board of Trustees:								
Chairman								
Name Mr. Gord Bontje	1	$9,990	$3,529	$0	$0	$0	$13,519	$577
Board Members:								
Name Mr. Lloyd Baumgarten	0.83	$8,380	$2,889	$0	$0	$0	$11,269	$2,047
Name Mr. Gordon Deck	0.17	$2,167	$507	$0	$0	$0	$2,674	$168
Name Mrs. Elaine Halter	1	$9,800	$3,599	$0	$0	$0	$13,399	$829
Name Mrs. Bev Heisler	1	$10,930	$3,644	$0	$0	$0	$14,574	$3,319
Name Mrs. Connie Lecerf	0.17	$2,050	$165	$0	$0	$0	$2,215	$333
Name Mr. Liam McNiff	0.83	$6,525	$2,164	$0	$0	$0	$8,689	$424
Name Mr. Steve Taylor	1	$10,325	$2,666	$0	$0	$0	$12,991	$3,895
Name Mrs. Debby Whitecotton	1	$9,749	$3,554	$0	$0	$0	$13,303	$1,767
Name	0	$0	$0	$0	$0	$0	$0	$0
Name	0	$0	$0	$0	$0	$0	$0	$0
Subtotal	**7**	**$69,916**	**$22,717**	**$0**	**$0**	**$0**	**$92,633**	**$13,359**
Superintendent Mr. Don Dolan (2)	1	$122,474	$8,966	$0	$0	$0	$131,440	$13,673
Secretary/TreasurerMr. Richard Dornstauder (2)	1	$102,221	$14,560	$0	$0	$0	$116,781	$6,918
Secretary (2)	0	$0	$0	$0	$0	$0	$0	$0
Treasurer (2)	0	$0	$0	$0	$0	$0	$0	$0
Certificated Salaries (1)	284.85	$16,935,896	$2,319,945	$0	$0	$0	$19,255,841	$0
Uncertificated Salaries & Wages (1)	333	$4,813,428	$910,106	$0	$0	$0	$5,723,534	$0
TOTALS		**$22,043,935**	**$3,276,294**	**$0**	**$0**	**$0**	**$25,320,229**	**$33,950**
						Sub-Total of Salaries and Benefits from Schedule A:	$25,320,229	

Notes: Please refer to completion information on page 15.
(1) Full time equivalents (FTE's)
(2) Employed or contracted

School Jurisdiction Code: 0019

SCHEDULE G1 to the AFS

DISCLOSURE OF SALARIES AND BENEFITS *(SECTION 148.1 OF THE SCHOOL ACT)*

COMPLETION INFORMATION

(1) Salary and benefits consist of and agree with the amounts properly recorded in the school jurisdiction's payroll records and related object codes for salaries, wages and benefits.

(2) **Remuneration** includes regular base salaries, administrative allowances, overtime, lump sum payments EXCEPTING TERMINATION BENEFITS (See #10A below), honoraria, deferred salary leave accruals and any other direct cash remuneration EXCEPTING PERFORMANCE PAY (See #10 below).

(3) Certificated salaries include the aggregate of all payments for certificated staff regardless of the length, nature or definition of the employment agreement. The number of full time equivalent staff should be measured as at September 30.

(4) Uncertificated salaries and wages should be measured in terms of the number of individuals employed as at September 30.

(5) Salary and benefits information should be the aggregate amount covering the same fiscal period as the audited financial statements.

(6) Salary must include deferred salary accruals.

(7) Salary includes only payments for services subject to an employer-employee relationship.

(8) **Benefits** include the employer's share of all employee benefits and contributions or payments made on behalf of employees including retirement pensions, Canada pension plan (CPP), employment insurance (EI), health care, dental coverage, vision coverage, out of country medical benefits, group life insurance, accidental disability and dismemberment insurance, long and short term disability plans.

(9) **Allowances** include all monies paid to an employee as miscellaneous **negotiated** allowances. This category will include car or travel allowances, isolation allowances, relocation expenses, sabbaticals, special leave with pay, financial and retirement planning services, and club memberships. ADMINISTRATIVE ALLOWANCES are included in **Remuneration**.

(10) **Performance Bonuses** include those monies paid to employees of the school authority that are tied to the achievement of some specifed goal or objective.

(10A) **Other** includes termination benefits ((severance pay, retiring allowances (ERIP's), sick leave and other settlement costs due to loss of employment).

(11) **Expenses** will include the reimbursements of travel, subsistence, moving costs, conference fees, etc., paid by the employee **or on his/her behalf** in performing the responsibilities of employment.

(12) The superintendent's remuneration is in terms of one individual who is the Chief Executive Officer. Benefits for the superintendent do not include Alberta Learning contributions to the Teachers Retirement Fund pension plan.

(13) A position should include salary, benefits and allowances earned by an individual who officially acted in a position while it was vacant. If a position was vacant and no one acted in the position, the position should not be disclosed.

(14) Benefits and allowances need not include an amount for automobile, housing or other benefits for which a value cannot be reasonably estimated.

(15) If a position is occupied by more than one individual during a year, the aggregate salary, benefits and allowances earned by the individuals in the position should be disclosed. An explanatory note should indicate the number of individuals.

School Jurisdiction Code [illegible]

AUDITED
FINANCIAL STATEMENTS
and Supporting Schedules
FOR THE YEAR ENDED AUGUST 31, 2002

[School Act, Sections 147(2)(a), 151(1) and 276]

Red Deer Public School District No. 104
Name of School Jurisdiction

4747 - 53rd Street, Red Deer, Alberta T4N 2E6
Mailing Address

(phone) 403-343-1405 (fax) 342-3780
Telephone and Fax Numbers

SCHOOL JURISDICTION MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The financial statements and supporting schedules Red Deer Public School District No. 104 (Name of School Jurisdiction) presented to Alberta Learning have been prepared by school jurisdiction management which has responsibility for their preparation, integrity and objectivity. The financial statements and schedules, including notes, have been prepared in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

In fulfilling its reporting responsibilities, management has maintained internal control systems and procedures designed to provide reasonable assurance that the school jurisdiction's assets are safeguarded, that transactions are executed in accordance with appropriate authorization and that accounting records may be relied upon to properly reflect the school jurisdiction's transactions. The effectiveness of the control systems is supported by the selection and training of qualified personnel, an organizational structure that provides an appropriate division of responsibility and a strong budgetary system of control.

Board of Trustees Responsibility
The ultimate responsibility for the financial statements lies with the Board of Trustees. The Board reviewed the financial statements with management in detail and the Board approved the financial statements for release.

External Auditors
The Board appoints external auditors to audit the financial statements and meets with the auditors to review their findings. The external auditors have full and free access to school jurisdiction records.

Declaration of Management and Board Chairman
To the best of our knowledge and belief, these financial statements and supporting schedules reflect, in all material respects, the financial position and results of operations and cash flows for the year in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

BOARD CHAIRMAN

Mrs. C. Jefferies
Name
Signature

SUPERINTENDENT

Mr. D. Falk
Name
Signature

SECRETARY TREASURER OR TREASURER

Mrs. D. Beck
Name
Signature

27-Nov-02

c.c. ALBERTA LEARNING, School Reporting Branch,
8th Floor Commerce Place, 10155-102 Street, Edmonton AB T5J 4L5
EMAIL: Cindy.Jarry@gov.ab.ca
PHONE: (780) 427-7782 FAX: (780) 422-6996

School Jurisdiction Code: 3070

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Collins Barrow
Chartered Accountants & Consultants

300, 5010 - 43 Street
Red Deer, Alberta, Canada
T4N 6H2

T. 403.342.5541
F. 403.347.3766
email: reddeer@collinsbarrow.com

AUDITORS' REPORT

To the Board of Trustees
Red Deer Public School District No. 104

We have audited the statement of financial position of the **Red Deer Public School District No. 104** as at **August 31, 2002** and the statements of revenues and expenses, cash flows, changes in net assets and capital allocations for the year then ended. These financial statements are the responsibility of the school jurisdiction's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the financial position of the school jurisdiction as at August 31, 2002 and the results of its operations, changes in cash flows, net assets and deferred capital allocations for the year then ended in accordance with Canadian generally accepted accounting principles.

The previous audit report dated November 5, 2002 has been withdrawn and the financial statements have been revised. The financial statements have been changed to reflect a reclassification of revenue on the Statement of Revenues and Expenses in the amount of $2,548,319 from Alberta Learning funding to Alberta Infrastructure.

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Our audit was conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The supplementary information included in Schedules A through G is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such supplementary information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

Collins Barrow

Red Deer, Alberta
November 5, 2002

Red Deer, Alberta
June 12, 2003

Chartered Accountants

School Jurisdiction Code: 3070

STATEMENT OF FINANCIAL POSITION

as at August 31

(in dollars)

		2002	2001
ASSETS			
Current assets			
Cash and temporary investments		$29,803,642	$16,027,475
Accounts receivable (net after allowances)			
Province of Alberta		$2,247,056	$2,281,720
Federal Government and/or First Nations		$203,693	$132,152
Alberta municipalities		$0	$0
Other Alberta school jurisdictions		$45,056	$33,249
Other		$1,267,432	$607,620
Prepaid expenses		$266,998	$226,885
Other current assets		$263,867	$302,213
Total current assets		$34,097,744	$19,611,314
School generated assets		$1,395,124	$1,375,786
Trust assets		$414,892	$386,220
Capital assets			
Land		$1,416,015	$1,416,015
Buildings	$68,965,968		
Less: accumulated amortization	($29,696,672)	$39,269,296	$38,525,307
Equipment	$8,046,884		
Less: accumulated amortization	($5,773,253)	$2,273,631	$2,492,583
Vehicles	$1,131,402		
Less: accumulated amortization	($690,337)	$441,065	$417,173
Total capital assets		$43,400,007	$42,851,078
TOTAL ASSETS		$79,307,767	$64,224,398
LIABILITIES			
Current liabilities			
Bank indebtedness		$0	$0
Accounts payable and accrued liabilities			
Province of Alberta		$1,171,889	$1,369,245
Federal Government and/or First Nations		$5,661	$1,053
Alberta municipalities		$31,336	$13,318
Other Alberta school jurisdictions		$1,752	$22,484
Other		$1,732,683	$1,007,050
Deferred revenue		$1,631,208	$1,203,508
Deferred capital allocations		$25,466,577	$12,467,124
Current portion of all long term debt		$2,185,186	$2,185,186
Total current liabilities		$32,226,292	$18,268,968
School generated liabilities		$1,395,124	$1,375,786
Trust liabilities		$414,892	$386,220
Unfunded employee future benefit liability		$0	$162,952
Long term debt			
Supported: Debentures and other supported debt		$20,598,654	$22,783,840
Less: Current portion of supported debt		($2,185,186)	($2,185,186)
Unsupported: Debentures and Capital Loans		$0	$0
Capital Leases		$0	$0
Mortgages		$0	$0
Less: Current portion of unsupported debt		$0	$0
Unamortized capital allocations		$16,725,431	$13,965,982
Total long term liabilities		$36,948,915	$36,489,594
TOTAL LIABILITIES		$69,175,208	$54,758,562
NET ASSETS			
Unrestricted net assets		$1,365,102	$1,147,254
Operating Reserves		$2,619,186	$2,204,976
Accumulated Operating Surplus (Deficit)		$3,984,288	$3,352,230
Investment in capital assets		$6,075,921	$6,101,256
Capital Reserves		$72,350	$12,350
Total Capital Funds		$6,148,271	$6,113,606
Total net assets		$10,132,559	$9,465,836
TOTAL LIABILITIES AND NET ASSETS		$79,307,767	$64,224,398

School Jurisdiction Code: 3070

STATEMENT OF REVENUES AND EXPENSES

for the Year Ended August 31

(in dollars)

	Actual 2002	Budget 2002 (1)	Actual 2001 (2)
REVENUES			
Alberta Learning	$54,471,836	$53,812,473	$53,262,575
Alberta Infrastructure	$3,276,860	$690,000	$811,484
Alberta Finance	$2,042,900	$4,351,284	$2,454,334
Other Government of Alberta	$432,664	$869,822	$469,646
Federal Government and/or First Nations	$9,007	$104,630	$129,856
Other Alberta school authorities	$145,909	$47,741	$151,755
Out of province local authorities	$0	$0	$0
Alberta Municipalities (excluding supplementary requisitions)	$5,214	$0	$0
Instruction resource fees	$1,029,208	$205,000	$928,760
Transportation fees	$252,671	$164,800	$260,175
Other sales and services	$1,098,223	$650,845	$986,232
Investment income	$224,492	$460,000	$322,829
Gifts and donations	$69,293	$0	$0
Rentals of facilities	$67,659	$43,000	$57,936
Net school generated funds	$197,363	$900,000	$270,024
Gains on disposal of capital assets	$0	$0	$0
Amortization of capital allocations	$2,444,442	$2,427,837	$2,346,167
Total Revenues	$65,767,741	$64,727,432	$62,451,773
EXPENSES			
Certificated salaries	$33,467,451	$30,742,163	$30,852,406
Certificated benefits	$4,431,580	$3,734,954	$4,150,605
Uncertificated salaries and wages	$9,748,360	$8,439,521	$9,258,352
Uncertificated benefits	$1,529,509	$1,268,100	$1,432,774
Services, contracts and supplies	$10,608,856	$12,243,369	$10,725,119
Net school generated funds	$197,363	$900,000	$270,024
Capital and debt services			
Amortization of capital assets			
Supported	$2,444,442	$2,427,837	$2,346,168
Unsupported	$622,356	$570,204	$541,845
Total Amortization of capital assets	$3,066,798	$2,998,041	$2,888,013
Interest on capital debt			
Supported	$2,042,900	$4,351,284	$2,250,625
Unsupported	$0	$50,000	$0
Total Interest on capital debt	$2,042,900	$4,401,284	$2,250,625
Other interest charges	$8,201	$0	$166,352
Losses on disposal of capital assets	$0	$0	$0
Total Expenses	$65,101,018	$64,727,432	$61,994,270
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES BEFORE FUNDING ALLOCATED FOR CAPITAL PURPOSES	$666,723	$0	$457,503
Block BQRP revenue used for capital purposes	$0	$0	$0
Block MOD revenue used for capital purposes	$0	$0	$0
1999 One-time grant revenue used for capital purposes	$0	$0	$0
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES	$666,723	$0	$457,503

Note (1) 2001-2002 budget numbers as restated or taken from the finalized Budget Report pursuant to section 147(2)(b) of the School Act.

Note (2) 2000-2001 actuals as restated or taken from the finalized audited financial statements pursuant to Section 147(2)(a) of the School Act.

School Jurisdiction Code: 3070

STATEMENT OF CASH FLOWS

for the Year Ended August 31

(in dollars)

		2002	2001
CASH FLOWS FROM:			
A. OPERATIONS			
Surplus (deficit) of revenues over expenses for the year		$666,723	$457,503
Add (Deduct) items not requiring cash:			
Amortization of capital allocations revenue		($2,444,442)	($2,346,167)
Total amortization expense		$3,066,798	$2,888,013
Gains on disposal of capital assets		$0	$0
Losses on sale of capital assets		$0	$0
Changes in accrued accounts:			
Accounts receivable		($708,496)	$148,840
Prepaids and other current assets		($1,767)	($89,489)
Payables and accrued liabilities		$530,171	($498,746)
Deferred revenue		$427,700	($7,893)
Unfunded employee future benefit expense (recovery)		($162,952)	$162,952
Other (e.g. change in net trust liabilities)		$0	$0
Total sources (uses) of cash from Operations		$1,373,735	$715,013
B. INVESTING ACTIVITIES			
Purchases of capital assets			
Land		$0	$0
Buildings		($3,058,335)	($1,346,682)
Equipment		($467,852)	($736,885)
Vehicles		($89,539)	($87,531)
Proceeds from disposal of capital assets		$0	$0
Other (describe)		$0	$0
Total sources (uses) of cash from Investing activities		($3,615,726)	($2,171,098)
C. FINANCING ACTIVITIES			
Capital allocations received		$16,018,159	$5,628,433
Issue of long term debt		$0	$0
Repayment of long term debt		($2,185,186)	($2,295,147)
Add back: supported portion		$2,185,186	$2,185,186
Total sources (uses) from Financing activities		$16,018,159	$5,518,472
Net sources (uses) of cash equivalents* during year		$13,776,168	$4,062,387
Cash Equivalents at the beginning of the year		$16,027,475	$11,965,088
Cash Equivalents at the end of the year	$29,803,642	$29,803,643	$16,027,475

Note: Cash equivalents consist of:

- cash and temporary investments
- bank indebtedness

School Jurisdiction Code: 0

STATEMENT OF CHANGES IN NET ASSETS
for the Year Ended August 31, 2002
(in dollars)

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)	(14)	(15)
				TOTAL	RESTRICTED NET ASSETS										
	TOTAL	INVESTMENT	UNRESTRICTED	RESTRICTED	School Based		Alberta Infrastructure			Board & System Admin.		Transportation		External Services	
	NET ASSETS (Columns 2+3+4	IN CAPITAL ASSETS	NET ASSETS	NET ASSETS Columns 5 to 15	Unsupported Operating Reserves	Unsupported Capital (Vehicle, Equip) Reserves	Unsupported O& M Operating Reserves	Supported School (Bldg/Land) Capital Reserves	Unsupported Capital (Bldg, Vehicle,Equip) Reserves	Unsupported Operating Reserves	Unsupported Capital (Bldg, Vehicle,Equip) Reserves	Unsupported Operating Reserves	Unsupported Capital (Bldg, Vehicle,Equip) Reserves	Unsupported Operating Reserves	Unsupported Capital (Bldg, Vehicle,Equip) Reserves
Balance at August 31, 2001	$9,478,946	$6,101,256	$1,160,364	$2,217,326	$2,041,037	$0	$0	$0	$12,350	$109,786	$0	$54,153	$0	$0	$0
Prior period adjustments (describe)															
prior period surplus not earmarked	($13,110)	$0	($13,110)	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
Adjusted Balance, Aug. 31, 2001	$9,465,836	$6,101,256	$1,147,254	$2,217,326	$2,041,037	$0	$0	$0	$12,350	$109,786	$0	$54,153	$0	$0	$0
Surplus(def) of revenue over expenses	$666,723		$666,723												
Block BQRP funded capital transactions		$0	$0												
Block MOD funded capital transactions		$0	$0												
Board funded capital transactions		$597,021	($597,021)	$0	$0	$0	$0		$0	$0	$0	$0	$0	$0	$0
Donations of non-amortizable assets	$0	$0													
Amortization of capital assets		($3,066,798)	$3,066,798												
Amortization of capital allocations		$2,444,442	($2,444,442)												
Disposal of unsupported capital assets		$0	$0	$0		$0			$0		$0		$0		$0
Disposal of supported capital assets	$0	$0	$0	$0				$0							
Debt principal payments (unsupported)		$0	$0	$0	$0	$0	$0	$0	$0	$0	$0				
Net transfers to operating reserves			($960,844)	$960,844	$0	$0	$279,627	$0	$0	$471,210	$0	$210,007	$0	$0	$0
Net transfers from operating reserves			$546,634	($546,634)	($546,634)	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
Net transfers to capital reserves			($60,000)	$60,000	$0	$0	$0	$0	$12,000	$0	$0	$0	$48,000	$0	$0
Net transfers from capital reserves	$0		$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
Balance at August 31, 2002	$10,132,559	$6,075,921	$1,365,102	$2,691,536	$1,494,403	$0	$279,627	$0	$24,350	$580,996	$0	$264,160	$48,000	$0	$0

School Jurisdiction Code: 3070

STATEMENT OF CAPITAL ALLOCATIONS
(SUPPORTED CAPITAL FINANCING ONLY)
for the Year Ended August 31, 2002

(in dollars)

		Deferred Capital Allocations	Unamortized Capital Allocations
Balance at August 31, 2001		$12,467,124	$13,965,982
Add:			
Capital allocations from:	AB Infrastructure - New/Modernization Projects	$14,758,084	
	Other Government of Alberta	$378,873	
	Federal Government and/or First Nations	$0	
	Alberta Municipalities	$0	
	Other Alberta school jurisdictions	$0	
	Other	$0	
Interest earned on provincial government capital allocations		$881,202	
Other capital grants and donations		$0	
Insurance proceeds		$0	
Donated capital assets (depreciable, at Fair Market Value)			$0
Transferred in capital assets (depreciable, at Net Book Value)			$0
Current Year Debenture Principal Repayment			$2,185,186
Expended capital allocations - current year		($3,018,705)	$3,018,705
Less:			
Unamortized Capital Allocation affected by a disposal through transfer out			$0
Capital allocations amortized to revenue			$2,444,442
Balance at August 31, 2002		$25,466,577	$16,725,431

RED DEER PUBLIC SCHOOL DISTRICT NO. 104

NOTES TO THE FINANCIAL STATEMENTS

August 31, 2002

1. AUTHORITY AND PURPOSE

The Red Deer Public School District No. 104 delivers education programs under the authority of the School Act, Chapter S-3.1, Statutes of Alberta, 1988.

The jurisdiction receives block allocations for instruction and support under Regulation 72/95. The regulation limits funding and expenses for administration. It permits the jurisdiction, within specified limits, to reallocate funding between instruction and support blocks.

2. SIGNIFICANT ACCOUNTING POLICIES

The financial statements have been prepared in accordance with Canadian generally accepted accounting principles and accounting policies consistent with those prescribed by Alberta Learning for Alberta school jurisdictions which require management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of income and expenses during the reporting period. Actual results could differ from those estimates.

The accounting policies used in these financial statements are as follows:

Revenue Recognition

Revenue is recognized as follows:

Instruction and support allocations are recognized in the year to which they are related.

Fees for services related to courses and programs are recognized as revenue when such courses and programs are delivered.

Capital allocations are recorded as deferred contributions until the amount is invested in capital assets. Amounts invested representing funded capital assets are then transferred to unamortized deferred capital contributions. Unamortized deferred capital contributions are recognized as earned revenue in the periods in which the related amortization expense of the funded capital asset is recorded. The related portion of amortization expense and the deferred capital contributions revenue are matched to indicate that the related amortization expense has been funded.

Unrestricted contributions are recognized as revenue when received or receivable. Contributions in-kind are recorded at fair market value when reasonably determinable.

Externally restricted contributions are deferred and recognized as revenue in the period in which the restriction is complied with. Endowment funds which are to be retained as net assets are recorded as direct increases in trust assets and liabilities.

Inventories

Inventories are valued at the lower of cost and net realizable value.

School Generated Funds

Funds generated from school based activities are included as assets, liabilities, revenues and expenses of the School District as per Section 60 of the School Act because they come under the control and responsibility of the school principal and are for school activities. These funds are collected and retained at the school for expenditures paid at the school level.

Investments

Investments are stated at cost.

2. SIGNIFICANT ACCOUNTING POLICIES (continued)

Financial Instruments

Financial instruments are initially recorded at cost. If subsequent circumstances indicate that a decline in the fair value of a financial asset is other than temporary, the financial asset is written down to its fair value. Unless otherwise indicated, the fair values of financial instruments approximate their recorded amounts. The fair value of cash, receivables, accounts payable and accrued liabilities, and long-term debt approximate their recorded amounts because of the short period to receipt or payment of cash.

The school jurisdiction's financial instruments that are exposed to credit risk consist of accounts receivable.

The majority of the school jurisdiction's long-term debts is at fixed interest rates, thus limiting the interest rate risk.

Capital Assets

Capital assets are recorded at cost and amortized over their estimated useful lives on a straight line basis at the following rates:

Buildings	2.5% to 10%
Equipment	10 % and 20%
Vehicles	10 % and 20%

Vacation Pay

Vacation pay is recorded in the period in which the employee earns the benefit.

Contributed Services

Volunteers assist schools operated by the School District in carrying out certain activities. Because of the difficulty in determining fair value and the fact such assistance is not otherwise purchased, contributed services are not recognized in the financial statements.

Pensions

Pension costs included in these statements comprise the cost of the employer contributions for current service employees during the year.

The school board participates in the multi-employer pension plan, Local Authorities Pension Plan. The expense for this pension plan is equivalent to the annual contributions of $474,759 (2001 - $441,188) for the year ended August 31, 2002.

At December 31, 2001, the Local Authorities Pension Plan reported no actuarial surplus.

Employee Future Benefits

The jurisdiction accounted for the future cost of employee benefits commencing in the 2000/2001 school year using the prospective approach. There is no financial impact on the jurisdiction at this time.

RED DEER PUBLIC SCHOOL DISTRICT NO. 104
NOTES TO THE FINANCIAL STATEMENTS
August 31, 2002

3. INVESTMENTS

The investments consist of guaranteed investment certificates bearing interest at rates ranging from 2.5% to 4.25% with maturity dates ranging from September 7, 2002 to September 7, 2004.

4. TRUST ASSETS

		2002		2001
Deferred salary leave plan		362,315		324,814
Deferred salary retirement plan		52,577		61,406
	$	414,892	$	386,220

5. BANK INDEBTEDNESS

The School District maintains a revolving credit facility with an authorized limit of $4,000,000 bearing interest at prime less 1/4%. Collateral is provided by a general assignment of book debts.

6. DEFERRED REVENUE

		2002		2001
One-time grant funding	$	116,035	$	-
Technology Integration Funding		-		378,873
Building quality and restoration projects		687,194		-
External programs		566,340		309,117
Other		261,639		502,406
	$	1,631,208	$	1,190,396

In the spring of 2002, Alberta Learning announced and provided One Time funding equal to approximately 3% of an identified list of grants provided to the school jurisdiction in 2001-02 to support initiatives related to the 2002-03 school year. This One Time funding in the amount of $116,035 has been deferred to the 2002-03 school year to match the year of expenditure.

7. LONG-TERM DEBT

		2002		2001
Supported debentures with initial term of 20 years maturing 2000 to 2015, with interest rates varying between 7 1/2% and 12% repayable in annual instalments of principal and interest		20,598,654		22,783,840
Less amount due within one year		2,185,186		2,185,186
	$	18,413,468	$	20,598,654

7. LONG-TERM DEBT (continued)

Principal repayments estimated for the next five years are as follows:

2003	$ 2,185,186
2004	2,176,186
2005	2,176,186
2006	2,126,089
2007	1,942,774
Subsequent	9,992,233
	$ 20,598,654

8. RESERVES

Reserves represent funds appropriated from accumulated surplus for future capital expenditures and future operating expenses. The reserves are established and expended in accordance with terms and conditions established by the Board of Trustees.

9. ALLOCATIONS FROM PROVINCE OF ALBERTA (Related Third Party Transactions)

	2002 Actual	2002 Budget	2001 Actual
Alberta Learning	$ 56,927,527	$ 53,812,473	$ 53,262,575
Alberta Infrastructure	728,541	690,000	811,484
Alberta Finance	2,042,900	4,351,284	2,454,344
Other Government of Alberta	432,664	869,822	469,464
	$ 60,131,632	$ 59,723,579	$ 56,997,867

10. SCHOOL GENERATED FUNDS

	2002	2001
Balance, beginning of year	$ 1,375,786	$ 1,273,998
Source of school generated funds		
Total for the year	2,199,679	2,466,556
Related cost recoveries	(1,904,128)	(2,094,744)
Capitalized at the district level	(78,850)	-
Application of net school generated funds		
Net school generated funds expended	(197,363)	(270,024)
	$ 1,395,124	$ 1,375,786

RED DEER PUBLIC SCHOOL DISTRICT NO. 104
NOTES TO THE FINANCIAL STATEMENTS
August 31, 2002

11. CONTINGENCIES

Contingent asset – the jurisdiction is a member of Urban Schools Insurance Consortium. A portion of the premiums paid each year represents equity contributions to the insurance fund. These payments have been recorded as expenditures in the financial statements as the value of equity is subject to liability claims and is not an asset that the jurisdiction can liquidate.

12. COMMITMENTS

In the current year, The Red Deer Public School District received $1,645,557 and $13,038,964 for Mattie McCullough School and the Lindsay Thurber Comprehensive High School modernization project, respectively. In the previous year, The Red Deer Public School District No. 104 received grants for $3,296,076 and $1,499,670 to be spent on the Mattie McCullough School and modernization of Westpark Elementary School, respectively. As at August 31, 2002 $532,517, $1,046,864, and $1,608,467 has been spent on the Mattie McCullough School project, the Westpark Elementary project, and the Lindsay Thurber modernization project respectively.

13. COMPARATIVE FIGURES

Certain balances of the 2001 figures have been restated to conform with the current year's presentation.

14. BUDGET

The 2001/2002 budget was approved by the Board of Trustees on May 23, 2001. It is presented for informative purposes only and has not been audited.

15. APPROVAL OF FINANCIAL STATEMENTS

These financial statements were approved by the Board of Trustees on November 27, 2002.

SCHEDULE A to the AFS
ALLOCATION OF REVENUES AND EXPENSES TO PROGRAMS - 2001-200:

REVENUES	TOTAL	Early Childhood Services	Total Instruction (Grades 1 to 12)	Operations and Maintenance of Schools & Maintenance Shops	Transportation	Board & System Adminstration			External Services
						Board Governance	System Admintration	Total Board & System Admin.	
Alberta Learning allocations									
(1) Instruction block	$44 359 435	$1 686 462	$42 672 973						
(2) Support block	$7 195 669			$3 080 542	$2 037 432			$2 077 695	
(3) Instruction & support block reallocations	$0	$0	$0	$0	$0			$0	$0
(4) Alberta Initiative for School Improvement (AISI)	$1 110 659	$0	$1 110 659						
(5) Student Health Initiative (SHI)	$236 804	$0	$236 804						$0
(6) Teacher Salary Enhancement (TSE)	$1 409 361	$27 728	$1 357 692					$23 941	$0
(7) Regional Assessment Services (4 boards only)	$0								$0
(8) Regional P.D. Consortium (6 boards only)	$159 908								$159 908
(9) Other Alberta Learning revenues	$0	$0	$0	$0	$0			$0	$0
(10) **Total Alberta Learning Revenue**	$54 471 836	$1 714 190	$45 378 128	$3 080 542	$2 037 432			$2 101 636	$159 908
Alberta Infrastructure									
(11) Expensed Block Mod. Block BQRP support	$728 541		$0	$728 541					
(12) Operations and Maintenance support	$2 548 319			$2 548 319					
(13) **Total Alberta Infrastructure Revenue**	$3 276 860		$0	$3 276 860					
(14) **Alberta Finance**	$2 042 900		$0	$2 042 900	$0			$0	
(15) **Other - Government of Alberta**	$432 664	$0	$10 944	$0	$0			$0	$421 720
(16) **Federal Government and/or First Nations**	$9 007	$0	$9 007	$0	$0			$0	$0
(17) **Other Alberta school authorities**	$145 909	$0	$51 238	$0	$0			$0	$94 671
(18) **Out of province local authorities**	$0	$0	$0	$0	$0			$0	$0
(19) **Alberta municipalities (excl. supplementary requisitions)**	$5 214	$0	$180	$0	$0			$0	$5 034
(20) **Instruction resource fees**	$1 029 208	$18 232	$1 010 976						
(21) **Transportation fees**	$252 671				$252 671				
(22) **Other sales and services**	$1 098 223	$0	$981 300	$0	$0			$0	$116 923
(23) **Investment income**	$224 492	$0	$215 512	$0	$0			$8 980	$0
(24) **Gifts and donations**	$69 293	$0	$69 293	$0	$0				$0
(25) **Rentals of facilities**	$67 659	$0	$64 953	$0	$0			$2 706	$0
(26) **Net school generated funds**	$197 363		$197 363					$0	
(27) **Gains on disposal of capital assets**	$0	$0	$0	$0	$0			$0	$0
(28) **Amortization of capital allocations**	$2 444 442		$0	$2 444 442	$0				
(29) **TOTAL REVENUES** $65 767 741	$65 767 741	$1 732 422	$47 988 894	$10 844 744	$2 290 103			$2 113 322	$798 256
EXPENSES									
(30) **Certificated salaries**	$33 467 451	$955 220	$32 159 816				$352 415	$352 415	$0
(31) **Certificated benefits**	$4 431 580	$48 609	$4 322 698				$60 272	$60 272	$0
(32) **Uncertificated salaries and wages**	$9 748 360	$268 015	$6 195 337	$2 127 700	$53 036	$77 438	$589 259	$666 697	$437 575
(33) **Uncertificated benefits**	$1 529 509	$13 639	$927 390	$398 125	$2 110	$22 944	$91 078	$114 022	$74 223
(34) **SUB - TOTAL**	$49 176 900	$1 285 483	$43 605 242	$2 525 825	$55 146	$100 382	$1 093 024	$1 193 406	$511 798
(35) **Services, contracts & supplies**	$10 608 856	$99 349	$4 883 135	$2 929 594	$1 947 964	$16 867	$445 489	$462 356	$286 458
(36) **Cost recoveries & transfers (must balance to zero)**	$0	$0	$0	$0	$0	$0	$0	$0	$0
(37) **Net school generated funds**	$197 363		$197 363						
Capital and debt services									
Amortization of capital assets									
(38) Supported	$2 444 442	$0	$0	$2 444 442	$0	$0	$0	$0	$0
(39) Unsupported	$622 356	$0	$0	$622 356	$0	$0	$0	$0	$0
(40) Total Amortization	$3 066 798	$0	$0	$3 066 798	$0	$0	$0	$0	$0
Interest on capital debt									
(41) Supported	$2 042 900	$0	$0	$2 042 900	$0	$0	$0	$0	$0
(42) Unsupported	$0	$0	$0	$0	$0	$0	$0	$0	$0
(43) Other interest charges	$8 201	$0	$6 256	$0	$0	$0	$1 945	$1 945	$0
(44) Losses on disposal of capital assets	$0	$0	$0	$0	$0	$0	$0	$0	$0
(45) **TOTAL EXPENSES** $65 101 018	$65 101 018	$1 384 832	$48 691 996	$10 565 117	$2 003 110	$117 249	$1 540 458	$1 657 707	$798 256
(46) Surplus(deficit) Before Funding Allocated for Capital Purposes	$666 723	$347 590	($703 102)	$279 627	$286 993			$455 615	$0
TOTAL applicable number of students/children	8 683	289	8 538	8 683	3 948			8 683	
AVERAGE PROGRAM COSTS per applicable student/child	$7 498	$4 792	$5 703	$1 217	$507			$191	

SCHEDULE B1 to the AFS
INSTRUCTION Grades 1 to 12 Program 2001-2002 Expenses

EXPENSES	INSTRUCTION (Grades 1 to 12)							
	All Student Instruction	School Admin. & Instruction Support	System Instruction Support	Mildly & Moderately Disabled and Gifted & Talented	Severely Disabled	Alberta Initiative for School Improvement	Student Health Initiative	Total Instruction (Grades 1 to 12)
Certificated salaries	$25,511,358	$2,646,112	$0	$1,753,356	$1,235,587	$1,013,403	$0	$32,159,816
Certificated benefits	$3,537,534	$217,150	$0	$258,437	$212,322	$97,256	$0	$4,322,699
Uncertificated salaries and wages	$3,091,718	$0	$0	$873,514	$2,047,000	$0	$183,105	$6,195,337
Uncertificated benefits	$428,713	$0	$0	$128,752	$351,754	$0	$18,171	$927,390
SUB - TOTAL REMUNERATION	$32,569,323	$2,863,262	$0	$3,014,059	$3,846,663	$1,110,659	$201,276	$43,605,242
Services, contracts & supplies	$4,280,484	$0	$0	$281,701	$285,422	$0	$35,528	$4,883,135
Cost recoveries & transfers	$0	$0	$0	$0	$0	$0	$0	$0
Net school generated funds	$197,363							$197,363
Amortization of capital assets								
Supported	$0	$0	$0	$0	$0	$0	$0	$0
Unsupported	$0	$0	$0	$0	$0	$0	$0	$0
Total Amortization	$0	$0	$0	$0	$0	$0	$0	$0
Interest on capital debt								
Supported	$0	$0	$0	$0	$0	$0	$0	$0
Unsupported	$0	$0	$0	$0	$0	$0	$0	$0
Other interest charges	$6,256	$0	$0	$0	$0	$0	$0	$6,256
Losses on disposal of capital assets	$0	$0	$0	$0	$0	$0	$0	$0
TOTAL EXPENSES	$37,053,426	$2,863,262	$0	$3,295,760	$4,132,085	$1,110,659	$236,804	$48,691,996
FTE Certificated				0	0			
FTE Uncertificated				0	0			

SCHEDULE B2 to the AFS
INSTRUCTION Grades 1 to 12 Program 2001-2002

	AB LEARNING INSTRUCTION BLOCK REVENUE	ALBERTA LEARNING OTHER REVENUE	NON-ALBERTA LEARNING REVENUE	INSTRUCTION BLOCK REALLOCATION	TOTAL REVENUE	TOTAL EXPENSES	NET
Basic Instruction	$37,603,027	$2,705,155	$1,444,918	$0	$41,753,100	$38,884,930	$2,868,170
School Admin & Instruction Support Expenses						$2,863,262	($2,863,262)
System Instruction Support Expenses						$0	$0
Total Basic Instruction	$37,603,027	$2,705,155	$1,444,918	$0	$41,753,100	$41,748,192	$4,908
Sub-Programs & Initiatives							
Severely Disabled	$3,385,048		$0		$3,385,048	$4,132,085	($747,037)
English as a Second Language	$51,262				$51,262	$71,780	($20,518)
Enhanced Opportunities	$192,000				$192,000	$192,000	$0
Native Education Project	$108,294		$154,872		$263,166	$268,491	($5,325)
Institutional Programs	$634,617				$634,617	$634,617	$0
Sparsity & Distance	$0				$0		$0
Growth & Density	$69,533				$69,533		$69,533
Teacher Assistants Program	$164,767				$164,767	$152,446	$12,321
Early Literacy Initiative (K-2)	$299,429				$299,429	$371,072	($71,643)
Learning Resources (LRC credit used)	$68,679		$1,010,976		$1,079,655	$1,079,655	$0
Supernet	$0				$0	$0	$0
Technology Integration	$0		$0		$0	$39,535	($39,535)
French as a Second Language(all jurisdictions)	$92,628				$92,628	$0	$92,628
Home Education	$3,689		$0		$3,689	$2,123	$1,566
Emergent	$0				$0	$0	$0
Total Sub-Programs & Initiatives	$5,069,946		$1,165,848		$6,235,794	$6,943,804	($708,010)
INSTRUCTION, GRADES 1-12 (plus Early Lit. ECS)	$42,672,973	$2,705,155	$2,610,766	$0	$47,988,894	$48,691,996	($703,102)

School Jurisdiction Code: 3070

SCHEDULE C to the AFS
SUMMARY OF REVENUE TRANSFERS
BETWEEN ALBERTA LEARNING BLOCK ALLOCATIONS - 2001-2002

	Early Childhood Services	Instruction (Grades 1 to 12)	Operations and Maintenance	Transportation	Board and System Administration	External Services
Alberta Learning block allocations - Schedule A (Lines 1 & 2)	$1,686,462	$42,672,973	$3,080,542	$2,037,432	$2,077,895	
Reallocations permitted by the "Funding for School Authorities" manual						
From instruction block to:						
(1) External Services		$0				$0
From ECS component of instruction block:						
(1) Transportation (part of the 2% maximum) (Note)	$0			$0		
(2) Operations and maintenance of schools (part of the 2% maximum) (Note)	$0		$0			
From all or part of maximum 2% of instruction block to:						
(1) Operations and maintenance of schools		$0	$0			
(2) Transportation		$0		$0		
Calculation: 2% of ***$44,359,435*** *=* ***$887,189*** ***$0***						
From instruction block (Growth & Denisty component) to:						
(1) Operations and maintenance of schools		$0	$0			
(2) Transportation		$0		$0		
Reallocations directed by the board of trustees						
From operations and maintenance of schools block to:						
(1) Transportation			$0	$0		
(2) Instruction		$0	$0			
From transportation block to:						
(1) Operations and maintenance			$0	$0		
(2) Instruction		$0		$0		
From board and system administration block to:						
(1) Transportation				$0	$0	
(2) Operations and maintenance of schools			$0		$0	
(3) Instruction		$0			$0	
From within the instruction block and its components:						
(1) Instruction to: Early childhood services (ECS)	$0	$0				
(2) ECS to: Instruction	$0	$0				
AMOUNTS REFLECTED ON SCHEDULE A (Line 3)	$0	$0	$0	$0	$0	$0

Note: Incremental ECS costs for transportation or O & M funded out of the instruction block should normally be recorded as a cost recovery on Schedule B rather than as a revenue transfer on this schedule.

School Jurisdiction Code: 3070

SCHEDULE D to the AFS
CALCULATION OF MAXIMUM ELIGIBLE EXPENSE LIMITS FOR BOARD (GOVERNANCE) AND SYSTEM ADMINISTRATION 2001-2002

STEP 1

Determine the total eligible revenue which is used as the BASE TOTAL to calculate the maximum eligible expense limits for Board and System Administration

Total Revenues (Schedule A):

Instruction Block	- Grades ECS -12 (excluding technology integration and emergent)	$44,359,435
Support Block	- Operations & Maintenance	$3,080,542
	- Transportation	$2,037,432
SUBTOTAL		$49,477,409

Other Revenues

Alberta Infrastructure (Operations & Maintenance)	$2,548,319
Other Alberta Learning revenues (Excluding One-Time Grant)	$0
Other - Government of Alberta (Excluding Alberta Finance)	$432,664
Federal government/First Nations	$9,007
Other Alberta school authorities	$145,909
Out of province local authorities	$0
Alberta municipalities	$5,214
Other sales and services	$1,098,223
Interest on investments	$224,492
Rentals of facilities	$67,659
Gains on disposal of capital assets	$0
Amortization of capital allocations	$2,444,442
School generated funds (Schedule E)	$2,199,679
BASE TOTAL FOR CALCULATING MAXIMUM EXPENSE LIMITS	**$58,653,017**

STEP 2

Calculation of maximum expense limit PERCENTAGE for Board and System Administration expenses

If "Total Net Enrolled Students" are 6,000 and over	= 4%	**4.00%**
If "Total Net Enrolled Students" are 2,000 and less	= 6%	

The Maximum Expense Limit for Board and System Administration is based on an arithmetical proration for the TOTAL FTE count for grades 1 -12, net of Home Education AND Adult students, between 2,000 to 6,000 at .0005 per FTE.

EXAMPLE: 4,500 FTE count grades 1-12 = 6,000 - 4,500 = 1,500 X .0005 = .75% plus 4% = maximum expense limit of 4.75%

Note: Calculation unnecessary if Total FTE is 6,000 or more, and 2,000 & less.

STEP 3

Calculate maximum expense limit AMOUNTS for Board and System Administration expenses

Maximum Expense Limit percentage (Step 2) x Base Total (Step 1)		$2,346,121
Considerations for Charter Schools and Francophone Boards:		
If Charter School, enter 50,000	0	$0
If Francophone Board, enter 300,000	0	$0
(If none of these considerations apply, leave the above cells blank)		
MAXIMUM EXPENSE LIMIT		**$2,346,121**

STEP 4

Compare maximum expense limit amounts calculated in Step 3 to actual expenses (from Schedule A)

Actual Board Governance & System Administration expenses	$1,657,707
PLUS: transfers to Restricted - Operating (Board/System Administration)	$471,210
LESS: transfers from Restricted - Operating (Board/System Administration)	$0
TOTAL BOARD GOVERNANCE & SYSTEM ADMINISTRATION EXPENSES	$2,128,917
Maximum Expense Limit for Board & System Administration (Step 3)	$2,346,121
ACTUAL EXPENSES - OVER(UNDER) MAXIMUM EXPENSE LIMIT	-$217,204

School Jurisdiction Code: 3070

SCHEDULE E to the AFS
SOURCE & APPLICATION OF SCHOOL GENERATED FUNDS (SGF) - 2001-2002

Unexpended SGF - Opening Balance August 31, 2001		$1,375,786
Source of School Generated Funds:		
Total School Generated Funds for the year (Note 1)	$2,199,679	
Less: SGF - related cost recoveries (Note 2)	$1,904,128	
- capitalized at the District level	$78,850	
Net Total	$216,701	
Plus: Donations Received (Note 3)	$0	
Equals: Net Additions to SGF		$216,701
Net SGF Available for discretionary spending		$1,592,487
Net SGF revenue and Net SGF expense - per schedule A, line 26 and line 37		
Net expended SGF for discretionary purposes (Note 4)		$197,363
Unexpended SGF - Closing Balance August 31, 2002		$1,395,124

Note 1 Excludes fees collected pursuant to Section 60(2)(j) of the School Act (e.g. instruction materials and technology fees determined by board policy or resolution). This is the amount used to calculate the administrative cap. See Schedule E.

Note 2 These are the expenses (a) incurred in generating SGF (e.g. fundraising expenses, printing of tickets, payment to DJ at school dance; cost of goods sold for school cafeteria/servery; staffing and supplies for a dinner; raffle prizes; supplies for a car wash; book fair purchases; meals for lunch program), or (b) collected and disbursed for the benefit of individual students (e.g. cost of field trips for student activities not leading to CEU's). Monies collected for CEU-related activities are not SGF. They are recorded as instruction fees.

Note 3 Donations are restricted to cash; gifts in kind are treated as board assets, not SGF. Amounts are net of related expenses.

Note 4 Only SGF expended for discretionary purposes are recorded as revenue and expense; unexpended funds are carried forward on the balance sheet to the succeeding year. Any capital items purchased with SGF should be treated as a SGF-related cost recovery.

School Jurisdiction Code: 3070

SCHEDULE F to the AFS
Operations and Maintenance Program 2001-2002 Expenses

EXPENSES	Operations and Maintenance								
	Maintenance Office & Shop Administration	Preventative Maintenance	Custodial	Fire/Security/ Safety Systems	Sites and Grounds Maintenance	Utilities and Communications	Expensed Block BQRP/Mod.	Capital & Debt Services and Transfers	Total Operations and Maintenance
Uncertificated salaries and wages	$153,426	$0	$1,499,268	$0	$475,006	$0	$0		$2,127,700
Uncertificated benefits	$28,708	$0	$280,536	$0	$88,881	$0	$0		$398,125
SUB - TOTAL REMUNERATION	$182,134	$0	$1,779,804	$0	$563,887	$0	$0		$2,525,825
Contracted Services	$0	$0	$0	$0	$0	$0	$0		$0
Supplies	$135,631	$0	$160,743		$723,827		$728,541		$1,748,742
Electricity						$916,770			$916,770
Natural Gas/Heating Fuel						$120,552			$120,552
Sewer and Water						$143,530			$143,530
Cost recoveries & transfers								$0	$0
Amortization of capital assets									
Supported								$2,444,442	$2,444,442
Unsupported	$58,809	$0	$0	$0	$0	$0	$0	$563,547	$622,356
Total Amortization	$58,809	$0	$0	$0	$0	$0	$0	$3,007,989	$3,066,798
Interest on capital debt									
Supported								$2,042,900	$2,042,900
Unsupported								$0	$0
Other interest charges								$0	$0
Losses on disposal of capital assets								$0	$0
TOTAL EXPENSES	$376,574	$0	$1,940,547	$0	$1,287,714	$1,180,852	$728,541	$5,050,889	$10,565,117
FTE Uncertificated (Board/Contract)	4.0	0.0	54.0	0.0	19.0	0.0	0.0	0.0	77.0

Notes:

Maintenance Office & Shop Administration:	Includes all maintenance office related remuneration, supplies, services and contracts.
Preventative Maintenance:	Includes all structural, architectural, mechanical and electrical maintenance items identified below - activities required for operating and maintaining the structure, envelope, roof, parkade, ramps/fire escapes, fixed exterior walls, exterior finishes of the buildings and outside doors/other barriers - activities for purchase, installation, maintenance and repair of mechanical and electrical systems for the maintenance buildings and schools.
Custodial:	Includes all the activities required for ensuring the buildings are kept in a clean and tidy condition.
Fire/Security/Safety Systems:	Includes all activities required for fire prevention/alarms systems, security personnel and alarm systems, detection systems and related safety systems for the property.
Sites & Grounds Maintenance:	Sites & Grounds Maintenance: includes all activities required for maintenance and upkeep of exterior grounds, parking lots, athletic fields including snow removal and lawn care.
Utilities & Communications:	Includes all cost related to electricity(light & power), natural gas and other heating fuels, sewer & water and all forms of communications.
Expensed Block BQRP/Mod:	Includes all non-capital activities related to Block BQRP/Modernization expensed by the jurisdiction.
Capital & Debt Services:	Includes all activities related to supported school amortization and debt interest expense. All unsupported amortization is allocated to the appropriate sub-categories.

School Jurisdiction Code: 3070

SCHEDULE G to the AFS
DISCLOSURE OF SALARIES AND BENEFITS - 2001-2002
(SECTION 148.1 OF THE SCHOOL ACT)

	FTE's or Individuals	Remuneration	Benefits	Allowances	Performance Bonuses	ERIP's / Other	Total	Expenses
Board of Trustees:								
Chairman								
Name C. Jefferies	1	$14,182	$3,922	$0	$0	$0	$18,104	$2,637
Board Members:								
Name B. Stuebing	1	$11,871	$2,998	$0	$0	$0	$14,869	$616
Name D. Pickering	0.17	$2,198	$620	$0	$0	$0	$2,818	$4,895
Name L. Goddard	0.17	$1,542	$98	$0	$0	$0	$1,640	$1,570
Name B. Manning	1	$9,646	$3,733	$0	$0	$0	$13,379	$472
Name J. Watters	1	$11,163	$3,485	$0	$0	$0	$14,648	$2,571
Name D. Kubanek	1	$10,192	$3,635	$0	$0	$0	$13,827	$1,915
Name G. Holland	0.83	$8,501	$1,341	$0	$0	$0	$9,842	$0
Name D. Mckay	0.83	$8,143	$3,113	$0	$0	$0	$11,256	$0
Name	0	$0	$0	$0	$0	$0	$0	$0
Name	0	$0	$0	$0	$0	$0	$0	$0
Subtotal	**7**	**$77,438**	**$22,945**	**$0**	**$0**	**$0**	**$100,383**	**$14,676**
Superintendent D. Falk (2)	1	$107,370	$8,338	$0	$0	$0	$115,708	$0
Secretary/TreasurerD. Beck (2)	1	$104,254	$14,668	$0	$0	$0	$118,922	$0
Secretary (2)	0	$0	$0	$0	$0	$0	$0	$0
Treasurer (2)	0	$0	$0	$0	$0	$0	$0	$0
Certificated Salaries (1)	669	$33,360,081	$4,425,146	$0	$0	$0	$37,785,227	$0
Uncertificated Salaries & Wages (1)	464	$9,566,668	$1,489,992	$0	$0	$0	$11,056,660	$0
TOTALS		**$43,215,811**	**$5,961,089**	**$0**	**$0**	**$0**	**$49,176,900**	**$14,676**
						Sub-Total of Salaries and Benefits from Schedule A:	$49,176,900	

Notes: Please refer to completion information on page 15.

(1) Full time equivalents (FTE's)

(2) Employed or contracted

School Jurisdiction Code: 3070

SCHEDULE G1 to the AFS

DISCLOSURE OF SALARIES AND BENEFITS *(SECTION 148.1 OF THE SCHOOL ACT)*

COMPLETION INFORMATION

(1) Salary and benefits consist of and agree with the amounts properly recorded in the school jurisdiction's payroll records and related object codes for salaries, wages and benefits.

(2) **Remuneration** includes regular base salaries, administrative allowances, overtime, lump sum payments EXCEPTING TERMINATION BENEFITS (See #10A below), honoraria, deferred salary leave accruals and any other direct cash remuneration EXCEPTING PERFORMANCE PAY (See #10 below).

(3) Certificated salaries include the aggregate of all payments for certificated staff regardless of the length, nature or definition of the employment agreement. The number of full time equivalent staff should be measured as at September 30.

(4) Uncertificated salaries and wages should be measured in terms of the number of full time equivalent staff employed as at September 30.

(5) Salary and benefits information should be the aggregate amount covering the same fiscal period as the audited financial statements.

(6) Salary must include deferred salary accruals.

(7) Salary includes only payments for services subject to an employer-employee relationship.

(8) **Benefits** include the employer's share of all employee benefits and contributions or payments made on behalf of employees including retirement pensions, Canada pension plan (CPP), employment insurance (EI), health care, dental coverage, vision coverage, out of country medical benefits, group life insurance, accidental disability and dismemberment insurance, long and short term disability plans.

(9) **Allowances** include all monies paid to an employee as miscellaneous **negotiated** allowances. This category will include car or travel allowances, isolation allowances, relocation expenses, sabbaticals, special leave with pay, financial and retirement planning services, and club memberships. ADMINISTRATIVE ALLOWANCES are included in **Remuneration**.

(10) **Performance Bonuses** include those monies paid to employees of the school authority that are tied to the achievement of some specifed goal or objective.

(10A) **Other** includes termination benefits ((severance pay, retiring allowances (ERIP's), sick leave and other settlement costs due to loss of employment).

(11) **Expenses** will include the reimbursements of travel, subsistence, moving costs, conference fees, etc., paid by the employee **or on his/her behalf** in performing the responsibilities of employment.

(12) The superintendent's remuneration is in terms of one individual who is the Chief Executive Officer. Benefits for the superintendent do not include Alberta Learning contributions to the Teachers Retirement Fund pension plan.

(13) A position should include salary, benefits and allowances earned by an individual who officially acted in a position while it was vacant. If a position was vacant and no one acted in the position, the position should not be disclosed.

(14) Benefits and allowances need not include an amount for automobile, housing or other benefits for which a value cannot be reasonably estimated.

(15) If a position is occupied by more than one individual during a year, the aggregate salary, benefits and allowances earned by the individuals in the position should be disclosed. An explanatory note should indicate the number of individuals.

School Jurisdiction Code 1190

AUDITED
FINANCIAL STATEMENTS
and Supporting Schedules
FOR THE YEAR ENDED AUGUST 31, 2002
[School Act, Sections 147(2)(a), 151(1) and 276]

ROCKY VIEW SCHOOL DIVISION NO. 41
Name of School Jurisdiction

2616 18 STREET NE CALGARY, AB T2E 7R1
Mailing Address

250-1504 219-6250
Telephone and Fax Numbers

SCHOOL JURISDICTION MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The financial statements and supporting schedules ROCKY VIEW SCHOOL DIVISION NO. 41
(Name of School Jurisdiction)
presented to Alberta Learning have been prepared by school jurisdiction management which has responsibility for their preparation, integrity and objectivity. The financial statements and schedules, including notes, have been prepared in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

In fulfilling its reporting responsibilities, management has maintained internal control systems and procedures designed to provide reasonable assurance that the school jurisdiction's assets are safeguarded, that transactions are executed in accordance with appropriate authorization and that accounting records may be relied upon to properly reflect the school jurisdiction's transactions. The effectiveness of the control systems is supported by the selection and training of qualified personnel, an organizational structure that provides an appropriate division of responsibility and a strong budgetary system of control.

Board of Trustees Responsibility
The ultimate responsibility for the financial statements lies with the Board of Trustees. The Board reviewed the financial statements with management in detail and the Board approved the financial statements for release.

External Auditors
The Board appoints external auditors to audit the financial statements and meets with the auditors to review their findings. The external auditors have full and free access to school jurisdiction records.

Declaration of Management and Board Chairman
To the best of our knowledge and belief, these financial statements and supporting schedules reflect, in all material respects, the financial position and results of operations and cash flows for the year in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

BOARD CHAIRMAN
TERESA PATEY — Teresa Patey
Name — Signature

SUPERINTENDENT
LYALL THOMSON
Name — Signature

SECRETARY TREASURER OR TREASURER
DARRELL COUTURE
Name — Signature

November 27/02
Dated:

c.c. ALBERTA LEARNING, School Reporting Branch
8th Floor Commerce Place, 10155-102 Street, Edmonton AB T5J 4L5
EMAIL: Cindy.Jarry@gov.ab.ca
PHONE: (780) 427-7782 FAX: (780) 422-6996

School Jurisdiction Code: 1190

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Deloitte & Touche LLP
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Calgary AB Canada T2P 0S7

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Deloitte & Touche

Auditors' Report

To the Board of Trustees of
Rocky View School Division No. 41:

We have audited the statement of financial position of **Rocky View School Division No. 41** (the "Jurisdiction") as at August 31, 2002 and the statements of revenues and expenses, cash flows, changes in net assets and capital allocations for the year then ended. These financial statements are the responsibility of the Jurisdiction's management. Our responsibility is to express an opinion on these financial statements based on our audits.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the financial position of the Jurisdiction as at August 31, 2002 and the results of its operations, cash flows, changes in net assets and capital allocations for the year then ended in accordance with Canadian generally accepted accounting principles.

Our audit was conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The supplementary information included in Schedules A through G is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such supplementary information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

Deloitte & Touche LLP

Chartered Accountants

Calgary, Alberta
November 8, 2002

School Jurisdiction Code: 1190

STATEMENT OF FINANCIAL POSITION

as at August 31

(in dollars)

		2002	2001
ASSETS			
Current assets			
Cash and temporary investments		$26,533,933	$23,805,157
Accounts receivable (net after allowances)			
Province of Alberta		$15,800	$14,800
Federal Government and/or First Nations		$452,311	$393,618
Alberta municipalities		$0	$50,000
Other Alberta school jurisdictions		$122,625	
Other		$500,496	$435,306
Prepaid expenses		$185,655	$1,059,019
Other current assets		$95,701	$75,625
Total current assets		$27,906,521	$25,833,525
School generated assets		$2,326,688	$2,149,979
Trust assets		$369,996	$290,196
Capital assets			
Land		$1,130,971	$1,130,971
Buildings	$159,123,032		
Less: accumulated amortization	($45,018,577)	$114,104,455	$104,515,786
Equipment	$16,479,673		
Less: accumulated amortization	($11,824,393)	$4,655,280	$4,651,172
Vehicles	$630,160		
Less: accumulated amortization	($400,006)	$230,154	$286,809
Total capital assets		$120,120,860	$110,584,738
TOTAL ASSETS		$150,724,065	$138,858,438
LIABILITIES			
Current liabilities			
Bank indebtedness		$378,099	$371,723
Accounts payable and accrued liabilities			
Province of Alberta		$63,248	$50,581
Federal Government and/or First Nations		$497	$0
Alberta municipalities		$0	$0
Other Alberta school jurisdictions		$0	$0
Other		$8,669,886	$8,585,826
Deferred revenue		$4,992,355	$4,897,777
Deferred capital allocations		$5,262,080	$3,287,593
Current portion of all long term debt		$3,534,815	$3,904,885
Total current liabilities		$22,900,980	$21,098,385
School generated liabilities		$2,326,688	$2,149,979
Trust liabilities		$369,996	$290,196
Unfunded employee future benefit liability		$0	$0
Long term debt			
Supported: Debentures and other supported debt		$27,484,382	$31,387,373
Less: Current portion of supported debt		($3,532,923)	($3,902,993)
Unsupported: Debentures and Capital Loans		$17,034	$18,927
Capital Leases		$0	$0
Mortgages		$0	$0
Less: Current portion of unsupported debt		($1,892)	($1,892)
Unamortized capital allocations		$87,451,535	$73,865,978
Total long term liabilities		$114,114,820	$103,807,568
TOTAL LIABILITIES		$137,015,800	$124,905,953
NET ASSETS			
Unrestricted net assets		$1,854,018	$1,854,020
Operating Reserves		$4,972,091	$5,376,983
Accumulated Operating Surplus (Deficit)		$6,826,109	$7,231,003
Investment in capital assets		$5,167,899	$5,312,449
Capital Reserves		$1,714,257	$1,409,033
Total Capital Funds		$6,882,156	$6,721,482
Total net assets		$13,708,265	$13,952,485
TOTAL LIABILITIES AND NET ASSETS		$150,724,065	$138,858,438

STATEMENT OF REVENUES AND EXPENSES

for the Year Ended August 31

(in dollars)

	Actual 2002	Budget 2002 (1)	Actual 2001 (2)
REVENUES			
Alberta Learning	$80,506,089	$84,266,344	$81,468,844
Alberta Infrastructure	$4,579,044	$0	$1,987,813
Alberta Finance	$3,332,075	$3,144,000	$3,987,343
Other Government of Alberta	$63,766	$30,000	$77,974
Federal Government and/or First Nations	$756,699	$580,000	$808,644
Other Alberta school authorities	$122,625	$0	$35,778
Out of province local authorities	$0	$0	$0
Alberta Municipalities (excluding supplementary requisitions)	$205,304	$0	$77,498
Instruction resource fees	$1,608,135	$1,269,000	$1,536,086
Transportation fees	$403,668	$400,000	$398,526
Other sales and services	$453,026	$72,821	$902,133
Investment income	$442,544	$204,414	$772,339
Gifts and donations	$0	$0	$0
Rentals of facilities	$354,754	$351,287	$376,823
Net school generated funds	$715,035	$800,000	$625,256
Gains on disposal of capital assets	$9,151	$0	$6,710
Amortization of capital allocations	$5,555,290	$5,000,000	$5,596,052
Total Revenues	$99,107,205	$96,117,866	$98,657,819
EXPENSES			
Certificated salaries	$45,189,674	$42,773,828	$43,495,632
Certificated benefits	$4,697,330	$4,908,000	$4,994,546
Uncertificated salaries and wages	$14,363,863	$14,621,856	$12,678,889
Uncertificated benefits	$2,636,901	$2,429,570	$2,472,019
Services, contracts and supplies	$22,451,667	$21,871,612	$23,978,528
Net school generated funds	$715,035	$800,000	$625,256
Capital and debt services			
Amortization of capital assets			
Supported	$5,555,290	$5,000,000	$5,596,052
Unsupported	$593,504	$500,000	$528,572
Total Amortization of capital assets	$6,148,794	$5,500,000	$6,124,624
Interest on capital debt			
Supported	$3,142,075	$3,144,000	$3,555,463
Unsupported	$1,845	$0	$2,030
Total Interest on capital debt	$3,143,920	$3,144,000	$3,557,493
Other interest charges	$4,241	$69,000	$9,592
Losses on disposal of capital assets	$0	$0	$0
Total Expenses	$99,351,425	$96,117,866	$97,936,579
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES BEFORE FUNDING ALLOCATED FOR CAPITAL PURPOSES	($244,220)	$0	$721,240
Block BQRP revenue used for capital purposes		$0	
Block MOD revenue used for capital purposes		$0	$0
1999 One-time grant revenue used for capital purposes	$0	$0	$0
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES	($244,220)	$0	$721,240

Note (1) 2001-2002 budget numbers as restated or taken from the finalized Budget Report pursuant to section 147(2)(b) of the School Act.

Note (2) 2000-2001 actuals as restated or taken from the finalized audited financial statements pursuant to Section 147(2)(a) of the School Act.

School Jurisdiction Code: 1190

STATEMENT OF CASH FLOWS

for the Year Ended August 31

(in dollars)

		2002	2001
CASH FLOWS FROM:			
A. OPERATIONS			
Surplus (deficit) of revenues over expenses for the year		($244,220)	$721,240
Add (Deduct) items not requiring cash:			
Amortization of capital allocations revenue		($5,555,290)	($5,596,052)
Total amortization expense		$6,148,794	$6,124,624
Gains on disposal of capital assets		($9,151)	($6,710)
Losses on sale of capital assets		$0	$0
Changes in accrued accounts:			
Accounts receivable		($197,508)	$397,555
Prepaids and other current assets		$853,288	($166,406)
Payables and accrued liabilities		$97,224	($71,472)
Deferred revenue		$94,578	$257,320
Unfunded employee future benefit expense (recovery)		$0	$0
Other (e.g. change in net trust liabilities)		($720,597)	$94,167
Total sources (uses) of cash from Operations		$467,118	$1,754,266
B. INVESTING ACTIVITIES			
Purchases of capital assets			
Land		$0	$17,920
Buildings		($14,180,764)	($4,741,341)
Equipment		($1,470,561)	($1,748,721)
Vehicles		($35,441)	($47,850)
Proceeds from disposal of capital assets			$6,710
Other (describe)		$731,597	$654,555
Total sources (uses) of cash from Investing activities		($14,955,169)	($5,858,727)
C. FINANCING ACTIVITIES			
Capital allocations received		$17,210,449	$7,558,480
Issue of long term debt		$0	$0
Repayment of long term debt		($3,904,884)	($4,148,556)
Add back: supported portion		$3,904,885	$4,148,554
Total sources (uses) from Financing activities		$17,210,450	$7,558,478
Net sources (uses) of cash equivalents* during year		$2,722,399	$3,454,017
Cash Equivalents at the beginning of the year		$23,433,434	$19,979,417
Cash Equivalents at the end of the year	$26,155,834	$26,155,833	$23,433,434

Note: Cash equivalents consist of:
- cash and temporary investments
- bank indebtedness

School Jurisdiction Code: 0

# STATEMENT OF CHANGES IN NET ASSETS
for the Year Ended August 31, 2002
(in dollars)

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)	(14)	(15)
					RESTRICTED NET ASSETS										
					School Based		Alberta Infrastructure			Board & System Admin.		Transportation		External Services	
	TOTAL NET ASSETS (Columns 2+3+4	INVESTMENT IN CAPITAL ASSETS	UNRESTRICTED NET ASSETS	TOTAL RESTRICTED NET ASSETS Columns 5 to 15	Unsupported Operating Reserves	Unsupported Capital (Vehicle, Equip) Reserves	Unsupported O& M Operating Reserves	Supported School (Bldg/Land) Capital Reserves	Unsupported Capital (Bldg. Vehicle.Equip) Reserves	Unsupported Operating Reserves	Unsupported Capital (Bldg. Vehicle.Equip) Reserves	Unsupported Operating Reserves	Unsupported Capital (Bldg. Vehicle.Equip) Reserves	Unsupported Operating Reserves	Unsupported Capital (Bldg. Vehicle.Equip) Reserves
Balance at August 31, 2001	$13,109,053	$5,312,449	$1,010,588	$6,786,016	$3,383,368	$947,730	$241,289		$267,303	$616,566	$194,000	$1,135,760	$0	$0	$0
Prior period adjustments (describe)															
Benefit funds	$762,809	$0	$762,809	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
HCSA adjustment	$80,623	$0	$80,623	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
Adjusted Balance, Aug. 31, 2001	$13,952,485	$5,312,449	$1,854,020	$6,786,016	$3,383,368	$947,730	$241,289	$0	$267,303	$616,566	$194,000	$1,135,760	$0	$0	$0
Surplus(def) of revenue over expenses	($244,220)		($244,220)												
Block BQRP funded capital transactions		$0	$0												
Block MOD funded capital transactions		$0	$0												
Board funded capital transactions		$448,954		($448,954)	($267,228)	$0	($47,542)		($56,005)	($78,179)	$0	$0	$0	$0	$0
Donations of non-amortizable assets	$0	$0													
Amortization of capital assets		($6,148,794)	$6,148,794												
Amortization of capital allocations		$5,555,290	($5,555,290)												
Disposal of unsupported capital assets		$0	($9,151)	$9,151		$0			$9,151		$0		$0		$0
Disposal of supported capital assets	$0	$0	$0	$0				$0							
Debt principal payments (unsupported)		$0		$0	$0	$0		$0	$0	$0	$0				
Net transfers to operating reserves			($349,286)	$349,286	$752,752	$0	$191,619	$0	$0	$63,991	$0	($659,076)	$0	$0	$0
Net transfers from operating reserves			$361,229	($361,229)	($5,000)		($347,229)	$0		($9,000)	$0	$0	$0	$0	$0
Net transfers to capital reserves			($352,078)	$352,078	$0	$5,000		$0	$188,078	$0	$159,000	$0	$0	$0	$0
Net transfers from capital reserves	$0		$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
Balance at August 31, 2002	$13,708,265	$5,167,899	$1,854,018	$6,686,348	$3,863,892	$952,730	$38,137	$0	$408,527	$593,378	$353,000	$476,684	$0	$0	$0

STATEMENT OF CAPITAL ALLOCATIONS
(SUPPORTED CAPITAL FINANCING ONLY)
for the Year Ended August 31, 2002

(in dollars)

		Deferred Capital Allocations	Unamortized Capital Allocations
Balance at August 31, 2001		$3,287,593	$73,865,978
Add:			
Capital allocations from:	AB Infrastructure - New/Modernization Projects	$16,929,561	
	Other Government of Alberta	$0	
	Federal Government and/or First Nations	$0	
	Alberta Municipalities	$0	
	Other Alberta school jurisdictions	$0	
	Other	$0	
Interest earned on provincial government capital allocations		$280,888	
Other capital grants and donations		$0	
Insurance proceeds		$0	
Donated capital assets (depreciable, at Fair Market Value)			$0
Transferred in capital assets (depreciable, at Net Book Value)			$0
Current Year Debenture Principal Repayment			$3,904,885
Expended capital allocations - current year		($15,235,962)	$15,235,962
Less:			
Unamortized Capital Allocation affected by a disposal through transfer out			$0
Capital allocations amortized to revenue			$5,555,290
Balance at August 31, 2002		$5,262,080	$87,451,535

ROCKY VIEW SCHOOL DIVISION NO.41
NOTES TO THE FINANCIAL STATEMENTS

1. AUTHORITY AND PURPOSE

The School Jurisdiction delivers education programs under the authority of the *School Act*, Chapter S-3, Statutes of Alberta, January 1, 2002.

The jurisdiction receives block allocations for instruction and support under Regulation 72/95. The regulation limits funding and expenses for administration. It permits the jurisdiction, within specified limits, to reallocate funding between the instruction and support blocks.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

These financial statements have been prepared by management in accordance with Canadian generally accepted accounting principles and accounting policies consistent with those prescribed by Alberta Learning for Alberta school jurisdictions. The precise determination of many assets and liabilities is dependent on future events. As a result, the preparation of financial statements for a period involves the use of estimates and approximations, which have been made using careful judgement. Actual results could differ from those estimates and approximations. The financial statements have, in management's opinion, been properly prepared within reasonable limits of materiality and within the framework of the accounting policies summarized below.

a) Revenue Recognition

Revenue is recognized as follows:

Instruction and support allocations are recognized in the year to which they relate.

Fees for services related to courses and programs are recognized as revenue when such courses and programs are delivered.

Unrestricted contributions are recognized as revenue when received and receivable. Contributions in-kind are recorded at fair market value when reasonably determinable.

Externally restricted contributions are deferred and recognized as revenue in the period in which the restriction is complied with. Endowment funds, which are to be retained as net assets, are recorded as direct increases in trust assets and liabilities.

b) Capital Assets

Capital Assets are reflected in the accounts at cost, and are amortized over their estimated useful lives on a straight-line basis, at the following rates:

Buildings	2.5% to 4%
Vehicles & Buses	10% to 20%
Equipment & Furnishings	10% to 20%

Only capital assets with costs in excess of $5,000 are capitalized. Any capital allocations received for asset additions are amortized over the same period as the related asset.

c) School Generated Funds

These are funds in the community, which come under the control and responsibility of the school principal and are for school activities. These funds are usually collected and retained at the school for expenditures paid at the school level (e.g. yearbook sales, graduation fees, field trip fees, etc.)

d) Vacation Pay

Vacation Pay is accrued in the period in which the employee earns the benefit.

e) Pensions

Pension costs included in these statements comprise the cost of employer contributions for current service of employees during the year.

The current service and past service costs of the Alberta Teacher Retirement Fund are met by contributions by active members and the Government of Alberta. Under the terms of the Teachers Pension Plan Act, the Rocky View School Division does not make pension contributions for certificated staff.

The school board participates in the multi-employer pension plan, Local Authorities Pension Plan. The expense for this pension plan is equivalent to the annual contributions of $ 553,827 for the year ended August 31, 2002. At December 31, 2001, the Local Authorities Pension Plan reported a surplus of $634 960,000 (2000 $583,823,000).

f) Inventories
Inventories are recorded at the lesser of cost or net realizable value.

g) Prepaid Expenses
Certain expenditures incurred and paid before the close of the school year are for specific school supplies, which will be consumed subsequent to the year-end, and are accordingly recorded as prepaid expenses. Certain insurance expenses fall into this category.

h) Contributed Services
Volunteers contribute a considerable number of hours per year to various schools, which are within the school board to ensure that certain programs are delivered, such as kindergarten, lunch services and the raising of school generated funds. Because of the difficulty of compiling these hours and the fact that these services are not otherwise purchased, contributed services are not recognized in the financial statements.

i) Financial Instruments
The jurisdiction's financial instruments consist of cash, temporary investments, accounts receivable, accounts payable, accrued liabilities, and long-term debt. It is management's opinion that the jurisdiction is not exposed to significant interest, currency or credit risks arising from these financial instruments. Unless otherwise noted, the fair values of these financial instruments approximate their carrying values. The jurisdiction has invested surplus funds in accordance with Section 44 of the *School Act* and Section 5 of the Trustees Act.

j) Operating and Capital Reserves
Reserves are established at the discretion of the Board of Trustees of the jurisdiction or externally to set aside funds for operating and for future capital expenditures. Such reserves are appropriations of accumulated surplus.

k) Employee Future Benefits
The jurisdiction accounted for the future cost of employee benefits commencing in the 2000-2001 school year using the retroactive approach. There is no financial impact on the jurisdiction at this time.

3 TEMPORARY INVESTMENTS

Temporary Investments are recorded at cost. If there is a decline in value, which is considered to be other than temporary, the investment is written down to its net recoverable value. The market value of the investments at August 31, 2002, is $21,959,685, which includes accrued interest of $50,426 on a book value of $21,714,661.

4 ACCOUNTS RECEIVABLES

	2002	2001
Province of Alberta	[illegible]	$14,800
Federal Government	[illegible]	393,618
Alberta Municipalities	0	50,000
Other Alberta school jurisdictions	122,628	0
Other	[illegible]	435,306
Total	[illegible]	$893,724

5. BANK INDEBTEDNESS

The jurisdiction has negotiated a line of credit in the amount of $ 690 000 that bears interest at the bank prime rate less .25%. This line of credit, which is secured by a borrowing bylaw and a security agreement, covers all revenue of the jurisdiction. There was no balance outstanding on the line of credit at August 31, 2002

6. INTERNALLY RESTRICTED NET ASSETS

Net assets may be restricted by authorization of the Board of Trustees for future capital expenditures and future operating expenditures. The amounts are established and expended in accordance with terms and conditions established by the board.

Operating Reserves	2001	Appropriated	Used	2002
School	$3,383,366	$760,753	$272,228	$3,871,891
Operations & Maintainance	$241,289	$191,619	$394,771	$38,137
Board & System Admin.	$615,566	$55,991	$87,179	$584,378
Transportation	$1,135,760	$0	$659,076	$476,684
External Services	$0	$0	$0	$0
Total	$5,376,983	$1,008,363	$1,413,254	$4,972,092

Capital Reserves	2001	Appropriated	Used	2002
School	$947,730	$0	$5,000	$942,730
Land & building Unsupported	$0	$0	$0	$0
Maintenance & Operation	$267,303	$197,229	$56,005	$408,527
Board & System Admin	$194,000	$159,000	$0	$353,000
	$0		$0	
Total	$1,409,033	$356,229	$51,005	$1,714,257

7. CAPITAL ASSETS

Asset	Cost	Accumulated Amortization	Net Book Value 2002	Net Book Value 2001
Land	$1,130,971	0	$1,130,971	$1,130,971
Buildings	$159,123,032	$45,018,577	$114,104,455	$104,515,786
Equipment	$16,479,673	$11,824,393	$4,655,280	$4,651,472
Vehicle	$630,160	$400,006	$230,154	$286,509
Total			$120,120,860	$110,584,738

8. ACCOUNTS PAYABLE AND LIABILITIES

	2002	2001
Province of Alberta	$63,426	$50,551
Federal Government	$497	0
Alberta Municipalities	0	0
Other Alberta School Jurisdictions	0	0
Other Trade Payables and Accrued Liabilities	$5,669,888	$5,585,526
Total	$5,733,811	$5,636,077

9. DEFERRED REVENUE

	2002	2001
Technology Integration Funding	0	$550,443
One Time Grant Funding 1999	$1,151,935	$1,514,177
One Time Funding 2002-03	$311,071	0
Other	$3,529,349	$2,833,157
Total	$4,992,355	$4,897,777

10. OTHER INCOME

	2002 Actual	2002 Budget	2001 Actual
Rentals of facilities	$354,784	$351,287	$376,823
Gains on disposal of capital assets	$9,151	0	$6,710
Gifts and donations	0	0	0
Total	$363,935	$351,287	$383,533

11. TRUST ASSETS AND LIABILITIES

These balances represent cash that is held in trust by the jurisdiction for following areas:

	2002	2001
Deferred Salary Leave Plan	$269,931	$210,131
Scholarship Trusts	$60,065	$50,065
Student Health Initiative Trust (Barker Board)	0	0
Total	$329,996	$260,196

12. LONG TERM DEBT

a) Debenture Debt – Supported

The debenture debt bears interest at rates varying between 6% and 12%. The debenture debt is fully supported by Alberta Finance. The current portion of long-term debt consists entirely of amounts payable by Alberta Treasury on supported debt, therefore the working capital (current assets minus current liabilities) is understated by this amount. Debenture payments due over the next five years and beyond are as follows

	Principal	Interest	Total
2002-2003	$3,534,815	$2,756,184	$6,290,999
2003-2004	$3,251,899	$2,403,353	$5,655,252
2004-2005	$3,084,224	$2,073,702	$5,157,926
2005-2006	$2,864,334	$1,761,458	$4,625,792
2006-2007	$2,804,334	$1,470,231	$4,274,565
2007 to maturity	$11,931,810	$3,796,094	$15,727,904
Total	$27,501,416	$14,261,032	$41,762,448

b) Capital Leases – Unsupported

There are currently no capital leases held by the jurisdiction

13. DEFERRED CAPITAL ALLOCATIONS

Capital allocations received for qualifying capital projects initiated by the jurisdiction have been capitalized. These allocations are amortized on a basis consistent with the capital asset that the allocation funded. Details of the changes in the deferred capital allocations account are as follows

	2002	2001
Balance, Beginning of Year	$3,287,593	$1,183,176
Allocations received & Receivable During the Year	$17,210,446	$7,558,480
Transfers to Unamortized Capital Allocations (note 13)	$15,235,957	$5,454,063
Balance, End of Year	$5,262,082	$3,287,593

14. UNAMORTIZED CAPITAL ALLOCATIONS

Unamortized capital allocations (UCA) represents the jurisdiction's net investment in capital assets (other than land and equipment) purchased prior to September 1,1995. The total debenture payments increase the balance in the UCA account with the amortization expense on related assets acting as a deduction to the account. Transfers from the deferred capital allocation account also increase the balance in the UCA account. Details of the changes to the account are as follows

	2002	2001
Balance, Beginning of Year	$73,865,977	$69,959,413
Donated capital items	0	0
Additions – supported debenture Principal Repayments	$3,904,855	$4,148,564
Transfer from Deferred Capital Allocations (note 13)	$15,235,957	$5,454,063
Deductions: capital allocation revenue	$5,555,290	$5,696,062
Balance, End of Year	$87,451,535	$73,865,978

15. SCHOOL GENERATED FUNDS

	2002	2001
Balance, Beginning of Year	$2,149,979	$2,040,850
Source of School Generated Funds (SGF)		
SGF for the year	$3,440,478	$3,435,679
Less: Costs of generating SGF	$2,613,716	$2,810,640
Donations received		
Net SGF available for the year	$3,041,723	$2,775,235
Application of Net SGF		
Less: Net SGF expended for the year	$715,035	$625,256
Balance, End of Year	$2,235,685	$2,149,979

16. ONE TIME GRANT REVENUE

a) In 1999, Alberta Learning announced a One-Time Grant as a major investment in education. The jurisdiction's share of this One-Time funding was $3,756,140. Of this amount, the Board designated $1,331,901 for capital additions. There is $1,151,935 in funds remaining at year-end.

b) In the spring of 2002, Alberta Learning announced and provided One Time funding equal to approximately 3% of an identified list of grants provided to the school jurisdiction in 2001-02 to support initiatives related to the 2002-03 school year. This One Time funding in the amount of $311,071 has been deferred to the 2002-03 school year to match the year of expenditure.

17. COMMITMENTS

a) Building Projects

The jurisdiction is committed to further capital expenditures for new construction at:

Bearspaw School of approximately	$40,800
Prairie Water School of approximately	$232,000
Langdon School of approximately	$6,200,000
Various school of portables of approximately	$342,000

It is anticipated that these costs will be fully funded by the capital allocations from Alberta Infrastructure.

c) The School Division has leased the central office building with three years remaining with a monthly rental of $26,220 to July 31, 2005.

18. BUDGET AMOUNTS

The budget was prepared by the school jurisdiction and approved by the Board of Trustees. It is presented for information purposes only and has not been audited.

19. COMPARATIVE FIGURES

The Budget 2002 and Actual 2001 comparative figures have been reclassified where necessary to conform to Actual 2002 presentation.

The 2001 comparative figures for Investment in Capital Assets and Unrestricted Net Assets have been restated from those presented in the final version of the Audited Financial Statements for the Year Ended August 31, 2000 submission to Alberta Learning.

20. PRIOR PERIOD ADJUSTMENT

Unrestricted Net Assets (2001 $1,010,588) has been increased to $1,854,020. This change reflects the reclassification of $762,809 formerly held by Great West Life as refundable insurance premiums into an investment held by RVSD as these funds belong to the Division. These funds in conjunction with $80,623 reversal of previously booked health care spending account liabilities account for the change in prior year numbers. The reversal of the health care spending account arose from a change in estimate.

School Jurisdiction Code: 1190

SCHEDULE A to the AFS
ALLOCATION OF REVENUES AND EXPENSES TO PROGRAMS - 2001-200:

REVENUES	TOTAL	Early Childhood Services	Total Instruction (Grades 1 to 12)	Operations and Maintenance of Schools & Maintenance Shops	Transportation	Board & System Adminstration			External Services
						Board Governance	System Admintration	Total Board & System Admin.	
Alberta Learning allocations									
(1) Instruction block	$63 932 711	$2 456 476	$61 476 235						
(2) Support block	$15 058 242			$4 638 292	$7 272 548			$3 147 402	
(3) Instruction & support block reallocations	$0	($484 096)	$289 321	$194 775	$0			$0	$0
(4) Alberta Initiative for School Improvement (AISI)	$1 518 958	$0	$1 518 958						
(5) Student Health Initiative (SHI)	$321 958	$0	$321 958						$0
(6) Teacher Salary Enhancement (TSE)	$1 978 787	$0	$1 959 204					$19 583	$0
(7) Regional Assessment Services (4 boards only)	$0								
(8) Regional P.D. Consortium (6 boards only)	$139 601								$139 601
(9) Other Alberta Learning revenues	($2 444 198)	$0	($2 488 675)	$0	$0			$0	$44 477
(10) **Total Alberta Learning Revenue**	$80 506 089	$1 972 380	$63 077 031	$4 833 067	$7 272 548			$3 166 985	$184 078
Alberta Infrastructure									
(11) Expensed Block Mod, Block BQRP support	$1 265 718		$0	$1 265 718					
(12) Operations and Maintenance support	$3 313 326			$3 313 326					
(13) **Total Alberta Infrastructure Revenue**	$4 579 044		$0	$4 579 044					
(14) **Alberta Finance**	$3 332 075		$0	$3 142 075	$190 000			$0	
(15) **Other - Government of Alberta**	$63 766	$0	$53 180	$2 528	$5 372			$2 686	$0
(16) **Federal Government and/or First Nations**	$756 699	$11 200	$615 762	$109 077	$0			$20 660	$0
(17) **Other Alberta school authorities**	$122 625	$0		$0	$122 625			$0	$0
(18) **Out of province local authorities**	$0	$0		$0	$0			$0	$0
(19) **Alberta municipalities (excl. supplementary requisitions)**	$205 304	$0	$199 305	$5 999	$0			$0	$0
(20) **Instruction resource fees**	$1 608 135	$15 124	$1 593 011						
(21) **Transportation fees**	$403 668				$403 668				
(22) **Other sales and services**	$453 026	$370	$110 257	$78 234	$0			$920	$263 245
(23) **Investment income**	$442 544	$12 982	$331 530	$42 666	$38 613			$16 753	$0
(24) **Gifts and donations**	$0	$0	$0	$0	$0				$0
(25) **Rentals of facilities**	$354 754		$99 058	$251 688	$0			$4 008	$0
(26) **Net school generated funds**	$715 035		$715 035						
(27) **Gains on disposal of capital assets**	$9 151	$0	$0	$9 151	$0			$0	$0
(28) **Amortization of capital allocations**	$5 555 290		$0	$5 555 290	$0				
(29) **TOTAL REVENUES** $99 107 205	$99 107 205	$2 012 056	$66 794 169	$18 608 819	$8 032 826			$3 212 012	$447 323
EXPENSES									
(30) **Certificated salaries**	$45 189 674	$1 049 986	$43 537 237				$602 195	$602 195	$256
(31) **Certificated benefits**	$4 697 330	$94 025	$4 566 186				$37 119	$37 119	$0
(32) **Uncertificated salaries and wages**	$14 363 863	$592 637	$8 403 291	$3 345 033	$312 883	$184 346	$1 434 805	$1 619 151	$90 868
(33) **Uncertificated benefits**	$2 636 901	$58 492	$1 703 913	$546 686	$42 216	$25 143	$249 277	$274 420	$11 174
(34) **SUB - TOTAL**	$66 887 768	$1 795 140	$58 210 627	$3 891 719	$355 099	$209 489	$2 323 396	$2 532 885	$102 298
(35) **Services, contracts & supplies**	$22 451 667	$203 127	$6 830 685	$5 601 563	$8 301 510	$127 465	$1 042 292	$1 169 757	$345 025
(36) **Cost recoveries & transfers (must balance to zero)**	$0	$13 664	$281 898	$224 297	$34 922	$12 712	($567 493)	($554 781)	$0
(37) **Net school generated funds**	$715 035		$715 035						
Capital and debt services									
Amortization of capital assets									
(38) Supported	$5 555 290	$0	$0	$5 555 290	$0	$0	$0	$0	$0
(39) Unsupported	$593 504	$0	$361 407	$191 619	$0	$0	$40 478	$40 478	$0
(40) Total Amortization	$6 148 794	$0	$361 407	$5 746 909	$0	$0	$40 478	$40 478	$0
Interest on capital debt									
(41) Supported	$3 142 075	$0	$0	$3 142 075	$0	$0	$0	$0	$0
(42) Unsupported	$1 845	$0	$0	$1 845	$0	$0	$0	$0	$0
(43) Other interest charges	$4 241	$125	$3 172	$411	$372	$0	$161	$161	$0
(44) Losses on disposal of capital assets	$0	$0	$0	$0	$0	$0	$0	$0	$0
(45) **TOTAL EXPENSES** $99 351 425	$99 351 425	$2 012 056	$66 402 824	$18 608 819	$8 691 903	$349 666	$2 838 834	$3 188 500	$447 323
(46) Surplus(deficit) Before Funding Allocated for Capital Purposes	($244 220)	$0	$391 345	$0	($659 077)			$23 512	$0
TOTAL applicable number of students/children	14 065	797	13 667	14 065	12 000			14 065	
AVERAGE PROGRAM COSTS per applicable student/child	$7 064	$2 525	$4 859	$1 323	$724			$227	

School Jurisdiction Code: 1190

SCHEDULE B1 to the AFS
INSTRUCTION Grades 1 to 12 Program 2001-2002 Expenses

EXPENSES	INSTRUCTION (Grades 1 to 12)							
	All Student Instruction	School Admin. & Instruction Support	System Instruction Support	Mildly & Moderately Disabled and Gifted & Talented	Severely Disabled	Alberta Initiative for School Improvement	Student Health Initiative	Total Instruction (Grades 1 to 12)
Certificated salaries	$34,240,660	$3,567,111	$411,902	$3,117,798	$1,050,723	$1,078,379	$70,664	$43,537,237
Certificated benefits	$3,738,869	$333,521	$41,208	$312,124	$112,124	$21,087	$7,253	$4,566,186
Uncertificated salaries and wages	$2,925,258	$2,357,316	$267,051	$1,594,180	$1,003,499	$116,035	$139,952	$8,403,291
Uncertificated benefits	$616,185	$433,872	$51,527	$331,321	$219,091	$27,218	$24,699	$1,703,913
SUB - TOTAL REMUNERATION	$41,520,972	$6,691,820	$771,688	$5,355,423	$2,385,437	$1,242,719	$242,568	$58,210,627
Services, contracts & supplies	$6,079,701	$12,864	$134,195	$72,337	$240,288	$211,858	$79,442	$6,830,685
Cost recoveries & transfers	$165,268	$0	$19,769	$16,240	$16,240	$64,381	$0	$281,898
Net school generated funds	$715,035							$715,035
Amortization of capital assets								
Supported	$0	$0	$0	$0	$0	$0	$0	$0
Unsupported	$361,407	$0	$0	$0	$0	$0	$0	$361,407
Total Amortization	$361,407	$0	$0	$0	$0	$0	$0	$381,407
Interest on capital debt								
Supported	$0	$0	$0	$0	$0	$0	$0	$0
Unsupported	$0	$0	$0	$0	$0	$0	$0	$0
Other interest charges	$3,172	$0	$0	$0	$0	$0	$0	$3,172
Losses on disposal of capital assets		$0	$0	$0	$0	$0	$0	$0
TOTAL EXPENSES	$48,845,555	$6,704,684	$925,652	$5,444,000	$2,641,965	$1,518,958	$322,010	$66,402,824
FTE Certificated				52	18			
FTE Uncertificated				79	50			

SCHEDULE B2 to the AFS
INSTRUCTION Grades 1 to 12 Program 2001-2002

	AB LEARNING INSTRUCTION BLOCK REVENUE	ALBERTA LEARNING OTHER REVENUE	NON-ALBERTA LEARNING REVENUE	INSTRUCTION BLOCK REALLOCATION	TOTAL REVENUE	TOTAL EXPENSES	NET
Basic Instruction	$57,997,144	$1,311,475	$2,124,127	$289,321	$61,722,067	$51,484,113	$10,237,954
School Admin & Instruction Support Expenses						$6,704,684	($6,704,684)
System Instruction Support Expenses						$925,652	($925,652)
Total Basic Instruction	$57,997,144	$1,311,475	$2,124,127	$289,321	$61,722,067	$59,114,449	$2,607,618
Sub-Programs & Initiatives							
Severely Disabled	$1,422,018		$0		$1,422,018	$2,641,965	($1,219,947)
English as a Second Language	$106,134				$106,134	$95,321	$10,813
Enhanced Opportunities	$0				$0	$0	$0
Native Education Project	$55,018		$0		$55,018	$55,112	($94)
Institutional Programs	$0				$0	$0	$0
Sparsity & Distance	$198,721				$198,721		$198,721
Growth & Density	$212,825				$212,825		$212,825
Teacher Assistants Program	$253,482				$253,482	$255,000	($1,518)
Early Literacy Initiative (K-2)	$456,707				$456,707	$461,258	($4,551)
Learning Resources (LRC credit used)	$147,521		$1,593,011		$1,740,532	$2,327,245	($586,713)
Supernet	$0				$0	$0	$0
Technology Integration	$550,443		$0		$550,443	$1,305,644	($755,201)
French as a Second Language(all jurisdictions)	$32,999				$32,999	$40,253	($7,254)
Home Education	$43,223		$0		$43,223	$106,577	($63,354)
Emergent	$0				$0	$0	$0
Total Sub-Programs & Initiatives	$3,479,091		$1,593,011		$5,072,102	$7,288,375	($2,216,273)
INSTRUCTION, GRADES 1-12 (plus Early Lit. ECS)	$61,476,235	$1,311,475	$3,717,138	$289,321	$66,794,169	$66,402,824	$391,345

School Jurisdiction Code: 1190

SCHEDULE C to the AFS
SUMMARY OF REVENUE TRANSFERS
BETWEEN ALBERTA LEARNING BLOCK ALLOCATIONS - 2001-2002

	Early Childhood Services	Instruction (Grades 1 to 12)	Operations and Maintenance	Transportation	Board and System Administration	External Services
Alberta Learning block allocations - Schedule A (Lines 1 & 2)	$2,456,476	$61,476,235	$4,638,292	$7,272,548	$3,147,402	
Reallocations permitted by the "Funding for School Authorities" manual						
From instruction block to:						
(1) External Services		$0				$0
From ECS component of instruction block:						
(1) Transportation (part of the 2% maximum) (Note)	$0			$0		
(2) Operations and maintenance of schools (part of the 2% maximum) (Note)	$0		$0			
From all or part of maximum 2% of instruction block to:						
(1) Operations and maintenance of schools		($194,775)	$194,775			
(2) Transportation		$0		$0		
Calculation: 2% of ***$63,932,711*** = ***$1,278,654*** ***($194,775)***						
From instruction block (Growth & Denisty component) to:						
(1) Operations and maintenance of schools		$0	$0			
(2) Transportation		$0		$0		
Reallocations directed by the board of trustees						
From operations and maintenance of schools block to:						
(1) Transportation			$0	$0		
(2) Instruction		$0	$0			
From transportation block to:						
(1) Operations and maintenance			$0	$0		
(2) Instruction		$0		$0		
From board and system administration block to:						
(1) Transportation				$0	$0	
(2) Operations and maintenance of schools			$0		$0	
(3) Instruction		$0			$0	
From within the instruction block and its components:						
(1) Instruction to: Early childhood services (ECS)	$0	$0				
(2) ECS to: Instruction	($484,096)	$484,096				
AMOUNTS REFLECTED ON SCHEDULE A (Line 3)	($484,096)	$289,321	$194,775	$0	$0	$0

Note: Incremental ECS costs for transportation or O & M funded out of the instruction block should normally be recorded as a cost recovery on Schedule B rather than as a revenue transfer on this schedule.

School Jurisdiction Code: 1190

SCHEDULE D to the AFS
CALCULATION OF MAXIMUM ELIGIBLE EXPENSE LIMITS FOR BOARD (GOVERNANCE) AND SYSTEM ADMINISTRATION 2001-2002

STEP 1

Determine the total eligible revenue which is used as the BASE TOTAL to calculate the maximum eligible expense limits for Board and System Administration

Total Revenues (Schedule A):		
Instruction Block	- Grades ECS -12 (excluding technology integration and emergent)	$63,382,268
Support Block	- Operations & Maintenance	$4,638,292
	- Transportation	$7,272,548
SUBTOTAL		$75,293,108
Other Revenues		
Alberta Infrastructure (Operations & Maintenance)		$3,313,326
Other Alberta Learning revenues (Excluding One-Time Grant)		$0
Other - Government of Alberta (Excluding Alberta Finance)		$63,766
Federal government/First Nations		$756,699
Other Alberta school authorities		$122,625
Out of province local authorities		$0
Alberta municipalities		$205,304
Other sales and services		$453,026
Interest on investments		$442,544
Rentals of facilities		$354,754
Gains on disposal of capital assets		$9,151
Amortization of capital allocations		$5,555,290
School generated funds (Schedule E)		$3,448,479
BASE TOTAL FOR CALCULATING MAXIMUM EXPENSE LIMITS		**$90,018,072**

STEP 2

Calculation of maximum expense limit PERCENTAGE for Board and System Administration expenses

If "Total Net Enrolled Students" are 6,000 and over	= 4%	**4.00%**
If "Total Net Enrolled Students" are 2,000 and less	= 6%	

The Maximum Expense Limit for Board and System Administration is based on an arithmetical proration for the TOTAL FTE count for grades 1 -12, net of Home Education AND Adult students, between 2,000 to 6,000 at .0005 per FTE.

EXAMPLE: 4,500 FTE count grades 1-12 = 6,000 - 4,500 = 1,500 X .0005 = .75% plus 4% = maximum expense limit of 4.75%.

Note: Calculation unnecessary if Total FTE is 6,000 or more, and 2,000 & less.

STEP 3

Calculate maximum expense limit AMOUNTS for Board and System Administration expenses

Maximum Expense Limit percentage (Step 2) x Base Total (Step 1)		$3,600,723
Considerations for Charter Schools and Francophone Boards:		
If Charter School, enter 50,000	0	$0
If Francophone Board, enter 300,000	0	$0
(If none of these considerations apply, leave the above cells blank)		
MAXIMUM EXPENSE LIMIT		**$3,600,723**

STEP 4

Compare maximum expense limit amounts calculated in Step 3 to actual expenses (from Schedule A)

Actual Board Governance & System Administration expenses	$3,188,500
PLUS: transfers to Restricted - Operating (Board/System Administration)	$63,991
LESS: transfers from Restricted - Operating (Board/System Administration)	-$9,000
TOTAL BOARD GOVERNANCE & SYSTEM ADMINISTRATION EXPENSES	$3,243,491
Maximum Expense Limit for Board & System Administration (Step 3)	$3,600,723
ACTUAL EXPENSES - OVER(UNDER) MAXIMUM EXPENSE LIMIT	-$357,232

School Jurisdiction Code: 1190

SCHEDULE E to the AFS
SOURCE & APPLICATION OF SCHOOL GENERATED FUNDS (SGF) - 2001-2002

Unexpended SGF - Opening Balance August 31, 2001		$2,149,979
Source of School Generated Funds:		
Total School Generated Funds for the year (Note 1)	$3,448,479	
Less: SGF - related cost recoveries (Note 2)	$2,613,716	
- capitalized at the District level	$0	
Net Total	$834,763	
Plus: Donations Received (Note 3)	$56,981	
Equals: Net Additions to SGF		$891,744
Net SGF Available for discretionary spending		$3,041,723
Net SGF revenue and Net SGF expense - per schedule A, line 26 and line 37		
Net expended SGF for discretionary purposes (Note 4)		$715,035
Unexpended SGF - Closing Balance August 31, 2002		$2,326,688

Note 1 Excludes fees collected pursuant to Section 60(2)(j) of the School Act (e.g. instruction materials and technology fees determined by board policy or resolution). This is the amount used to calculate the administrative cap. See Schedule E.

Note 2 These are the expenses (a) incurred in generating SGF (e.g. fundraising expenses, printing of tickets, payment to DJ at school dance; cost of goods sold for school cafeteria/servery; staffing and supplies for a dinner; raffle prizes; supplies for a car wash; book fair purchases; meals for lunch program), or (b) collected and disbursed for the benefit of individual students (e.g. cost of field trips for student activities not leading to CEU's). Monies collected for CEU-related activities are not SGF. They are recorded as instruction fees.

Note 3 Donations are restricted to cash; gifts in kind are treated as board assets, not SGF. Amounts are net of related expenses.

Note 4 Only SGF expended for discretionary purposes are recorded as revenue and expense; unexpended funds are carried forward on the balance sheet to the succeeding year. Any capital items purchased with SGF should be treated as a SGF-related cost recovery.

School Jurisdiction Code: 1190

SCHEDULE F to the AFS
Operations and Maintenance Program 2001-2002 Expenses

EXPENSES	Operations and Maintenance								
	Maintenance Office & Shop Administration	Preventative Maintenance	Custodial	Fire/Security/ Safety Systems	Sites and Grounds Maintenance	Utilities and Communications	Expensed Block BQRP/Mod.	Capital & Debt Services and Transfers	Total Operations and Maintenance
Uncertificated salaries and wages	$145,703	$730,771	$2,334,871	$3,806	$129,882	$0	$0		$3,345,033
Uncertificated benefits	$25,598	$168,843	$328,866	$0	$23,379	$0	$0		$546,686
SUB - TOTAL REMUNERATION	$171,301	$899,614	$2,663,737	$3,806	$153,261	$0	$0		$3,891,719
Contracted Services	$0	$1,063,523	$108,534	$40,093	$122,462	$0	$1,265,718		$2,600,330
Supplies	$6,012		$382,573		$281,203		$0		$669,788
Electricity						$1,580,905			$1,580,905
Natural Gas/Heating Fuel						$449,728			$449,728
Sewer and Water						$300,812			$300,812
Cost recoveries & transfers								$224,297	$224,297
Amortization of capital assets									
Supported								$5,555,290	$5,555,290
Unsupported	$0	$0	$0	$0	$0	$0	$0	$191,619	$191,619
Total Amortization	$0	$0	$0	$0	$0	$0	$0	$5,746,909	$5,746,909
Interest on capital debt									
Supported								$3,142,075	$3,142,075
Unsupported								$1,845	$1,845
Other interest charges								$411	$411
Losses on disposal of capital assets								$0	$0
TOTAL EXPENSES	$177,313	$1,963,137	$3,154,844	$43,899	$556,926	$2,331,445	$1,265,718	$9,115,537	$18,608,819
FTE Uncertificated (Board/Contract)	3.0	13.0	83.0	0.0	5.0	0.0	0.0	0.0	104.0

Notes:

Maintenance Office & Shop Administration:	Includes all maintenance office related remuneration, supplies, services and contracts.
Preventative Maintenance:	Includes all structural, architectural, mechanical and electrical maintenance items identified below. - activities required for operating and maintaining the structure, envelope, roof, parkade, ramps/fire escapes, fixed exterior walls, exterior finishes of the buildings and outside doors/other barriers - activities for purchase, installation, maintenance and repair of mechanical and electrical systems for the maintenance buildings and schools.
Custodial:	Includes all the activities required for ensuring the buildings are kept in a clean and tidy condition.
Fire/Security/Safety Systems:	Includes all activities required for fire prevention/alarms systems, security personnel and alarm systems, detection systems and related safety systems for the property.
Sites & Grounds Maintenance:	Sites & Grounds Maintenance: includes all activities required for maintenance and upkeep of exterior grounds, parking lots, athletic fields including snow removal and lawn care.
Utilities & Communications:	Includes all cost related to electricity(light & power), natural gas and other heating fuels, sewer & water and all forms of communications.
Expensed Block BQRP/Mod:	Includes all non-capital activities related to Block BQRP/Modernization expensed by the jurisdiction.
Capital & Debt Services:	Includes all activities related to supported school amortization and debt interest expense. All unsupported amortization is allocated to the appropriate sub-categories.

School Jurisdiction Code: 1190

SCHEDULE G to the AFS
DISCLOSURE OF SALARIES AND BENEFITS - 2001-2002
(SECTION 126.1 OF THE SCHOOL ACT)

		FTE's or Individuals	Remuneration	Benefits	Allowances	Performance Bonuses	ERIP's / Other	Total	Expenses
Board of Trustees:									
Chairman									
Name Terry Patey		1	$25,217	$1,034	$0	$0	$0	$26,251	$4,075
Board Members:									
Name Cindy Berry		1	$25,627	$4,458	$0	$0	$0	$30,085	$1,677
Name Lorne Kosac		1	$24,734	$2,365	$0	$0	$0	$27,099	$3,453
Name Kim Salkeld		1	$29,831	$4,682	$0	$0	$0	$34,513	$5,002
Name Maureen Munr		1	$23,646	$4,178	$0	$0	$0	$27,824	$1,408
Name John Murra		1	$30,265	$3,829	$0	$0	$0	$34,094	$7,097
Name Wendy Metzge		1	$25,023	$4,426	$0	$0	$0	$29,449	$2,580
Name		0	$0	$0	$0	$0	$0	$0	$0
Name		0	$0	$0	$0	$0	$0	$0	$0
Name		0	$0	$0	$0	$0	$0	$0	$0
Name		0	$0	$0	$0	$0	$0	$0	$0
Subtotal		**7**	**$184,343**	**$24,972**	**$0**	**$0**	**$0**	**$209,315**	**$25,292**
Superintendent	(2)	1	$123,726	$9,476	$10,777	$0	$0	$143,979	$10,282
Secretary/Treasurer	(2)	1	$104,351	$13,711	$4,200	$0	$0	$122,262	$7,719
Secretary	(2)	0			$0	$0	$0	$0	$0
Treasurer	(2)	0			$0	$0	$0	$0	$0
Certificated Salaries	(1)	760.4	$45,065,948	$4,677,077	$0	$0	$0	$49,743,025	$497,500
Uncertificated Salaries & Wages	(1)	527	$14,070,969	$2,598,217	$0	$0	$0	$16,669,186	$102,345
TOTALS			**$59,549,337**	**$7,323,453**	**$14,977**	**$0**	**$0**	**$66,887,767**	**$643,138**
					Sub-Total of Salaries and Benefits from Schedule A:			$66,887,768	

Notes: Please refer to completion information on page 15.

(1) Full time equivalents (FTE's)

(2) Employed or contracted

SCHEDULE G1 to the AFS

DISCLOSURE OF SALARIES AND BENEFITS *(SECTION 148.1 OF THE SCHOOL ACT)*

COMPLETION INFORMATION

(1) Salary and benefits consist of and agree with the amounts properly recorded in the school jurisdiction's payroll records and related object codes for salaries, wages and benefits.

(2) **Remuneration** includes regular base salaries, administrative allowances, overtime, lump sum payments EXCEPTING TERMINATION BENEFITS (See #10A below), honoraria, deferred salary leave accruals and any other direct cash remuneration EXCEPTING PERFORMANCE PAY (See #10 below).

(3) Certificated salaries include the aggregate of all payments for certificated staff regardless of the length, nature or definition of the employment agreement. The number of full time equivalent staff should be measured as at September 30.

(4) Uncertificated salaries and wages should be measured in terms of the number of individuals employed as at September 30.

(5) Salary and benefits information should be the aggregate amount covering the same fiscal period as the audited financial statements.

(6) Salary must include deferred salary accruals.

(7) Salary includes only payments for services subject to an employer-employee relationship.

(8) **Benefits** include the employer's share of all employee benefits and contributions or payments made on behalf of employees including retirement pensions, Canada pension plan (CPP), employment insurance (EI), health care, dental coverage, vision coverage, out of country medical benefits, group life insurance, accidental disability and dismemberment insurance, long and short term disability plans.

(9) **Allowances** include all monies paid to an employee as miscellaneous **negotiated** allowances. This category will include car or travel allowances, isolation allowances, relocation expenses, sabbaticals, special leave with pay, financial and retirement planning services, and club memberships. ADMINISTRATIVE ALLOWANCES are included in **Remuneration**.

(10) **Performance Bonuses** include those monies paid to employees of the school authority that are tied to the achievement of some specifed goal or objective.

(10A) **Other** includes termination benefits ((severance pay, retiring allowances (ERIP's), sick leave and other settlement costs due to loss of employment).

(11) **Expenses** will include the reimbursements of travel, subsistence, moving costs, conference fees, etc., paid by the employee **or on his/her behalf** in performing the responsibilities of employment.

(12) The superintendent's remuneration is in terms of one individual who is the Chief Executive Officer. Benefits for the superintendent do not include Alberta Learning contributions to the Teachers Retirement Fund pension plan.

(13) A position should include salary, benefits and allowances earned by an individual who officially acted in a position while it was vacant. If a position was vacant and no one acted in the position, the position should not be disclosed.

(14) Benefits and allowances need not include an amount for automobile, housing or other benefits for which a value cannot be reasonably estimated.

(15) If a position is occupied by more than one individual during a year, the aggregate salary, benefits and allowances earned by the individuals in the position should be disclosed. An explanatory note should indicate the number of individuals.

School Jurisdiction Code 7020

AUDITED
FINANCIAL STATEMENTS
and Supporting Schedules
FOR THE YEAR ENDED AUGUST 31, 2002
[School Act, Sections 147(2)(a), 151(1) and 276]

St. Albert Protestant Separate School District No. 6
Name of School Jurisdiction

60 Sir Winston Churchill Ave., St. Albert, AB T8N 0G4
Mailing Address

Phone: 780-460-3712 Fax: 780-460-7686
Telephone and Fax Numbers

SCHOOL JURISDICTION MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The financial statements and supporting schedules St. Albert Protestant Separate School District No. 6 (Name of School Jurisdiction) presented to Alberta Learning have been prepared by school jurisdiction management which has responsibility for their preparation, integrity and objectivity. The financial statements and schedules, including notes, have been prepared in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

In fulfilling its reporting responsibilities, management has maintained internal control systems and procedures designed to provide reasonable assurance that the school jurisdiction's assets are safeguarded, that transactions are executed in accordance with appropriate authorization and that accounting records may be relied upon to properly reflect the school jurisdiction's transactions. The effectiveness of the control systems is supported by the selection and training of qualified personnel, an organizational structure that provides an appropriate division of responsibility and a strong budgetary system of control.

Board of Trustees Responsibility
The ultimate responsibility for the financial statements lies with the Board of Trustees. The Board reviewed the financial statements with management in detail and the Board approved the financial statements for release.

External Auditors
The Board appoints external auditors to audit the financial statements and meets with the auditors to review their findings. The external auditors have full and free access to school jurisdiction records.

Declaration of Management and Board Chairman
To the best of our knowledge and belief, these financial statements and supporting schedules reflect, in all material respects, the financial position and results of operations and cash flows for the year in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

BOARD CHAIRMAN

Joan Trettler	Joan Trettler
Name	Signature

SUPERINTENDENT

Joseph M. Demko	Joe Demko
Name	Signature

SECRETARY TREASURER OR TREASURER

Michael R. Brenneis, BComm, CA	Michael R. Brenneis
Name	Signature

November 27 2002
Dated:

c.c. ALBERTA LEARNING, School Reporting Branch,
8th Floor Commerce Place, 10155-102 Street, Edmonton AB T5J 4L5
EMAIL: [illegible]
PHONE: (780) 427-[illegible] FAX: (780) 422-6996

School Jurisdiction Code: 7020

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PRICEWATERHOUSECOOPERS

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November 6, 2002

Auditors' Report

To the Board of Trustees of
St. Albert Protestant Separate School District No. 6

We have audited the statement of financial position of St. Albert Protestant Separate School District No. 6 as at August 31, 2002 and the statements of revenue and expenses, cash flows, changes in net assets and capital allocations for the year then ended. These financial statements are the responsibility of the District's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the financial position of the District as at August 31, 2002 and the results of its operations, cash flows, changes in net assets and capital allocations for the year then ended in accordance with Canadian generally accepted accounting principles.

Our audit was conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The supplementary information included in schedules A through G is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such supplementary information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

The budgeted information in the statement of revenue and expenses has not been subjected to audit procedures and, accordingly, we do not express an opinion on this information.

PricewaterhouseCoopers LLP

Chartered Accountants

PricewaterhouseCoopers refers to the Canadian firm of PricewaterhouseCoopers LLP and other members of the worldwide PricewaterhouseCoopers organization.

School Jurisdiction Code: 7020

STATEMENT OF FINANCIAL POSITION

as at August 31

(in dollars)

		2002	2001
ASSETS			
Current assets			
Cash and temporary investments		$7,608,262	$5,189,049
Accounts receivable (net after allowances)			
Province of Alberta		$1,194,466	$1,154,339
Federal Government and/or First Nations		$196,720	$148,897
Alberta municipalities		$976,712	$959,907
Other Alberta school jurisdictions		$0	$0
Other		$167,324	$345,364
Prepaid expenses		$138,297	$124,423
Other current assets		$0	$0
Total current assets		$10,281,781	$7,921,979
School generated assets		$655,585	$583,790
Trust assets		$189,294	$145,907
Capital assets			
Land		$1,601,571	$1,601,571
Buildings	$55,152,543		
Less: accumulated amortization	($27,015,973)	$28,136,570	$26,678,246
Equipment	$1,282,985		
Less: accumulated amortization	($332,755)	$950,230	$637,794
Vehicles	$343,627		
Less: accumulated amortization	($257,640)	$85,987	$90,991
Total capital assets		$30,774,358	$29,008,602
TOTAL ASSETS		$41,901,018	$37,660,278
LIABILITIES			
Current liabilities			
Bank indebtedness		$0	$0
Accounts payable and accrued liabilities			
Province of Alberta		$1,599,048	$1,878,435
Federal Government and/or First Nations		$167	$256
Alberta municipalities		$0	$0
Other Alberta school jurisdictions		$0	$0
Other		$2,567,225	$1,647,727
Deferred revenue		$1,611,721	$1,966,137
Deferred capital allocations		$1,479,466	$78,712
Current portion of all long term debt		$1,405,339	$1,463,085
Total current liabilities		$8,662,966	$7,034,352
School generated liabilities		$655,585	$583,790
Trust liabilities		$189,294	$145,907
Unfunded employee future benefit liability		$0	$0
Long term debt			
Supported: Debentures and other supported debt		$12,776,891	$14,108,866
Less: Current portion of supported debt		($1,274,239)	($1,331,985)
Unsupported: Debentures and Capital Loans		$590,000	$721,110
Capital Leases		$0	$0
Mortgages		$0	$0
Less: Current portion of unsupported debt		($131,100)	($131,100)
Unamortized capital allocations		$13,064,732	$10,091,615
Total long term liabilities		$25,871,164	$24,188,203
TOTAL LIABILITIES		$34,534,129	$31,222,555
NET ASSETS			
Unrestricted net assets		$225,785	$258,105
Operating Reserves		$2,586,846	$1,883,083
Accumulated Operating Surplus (Deficit)		$2,812,631	$2,141,188
Investment in capital assets		$4,342,736	$4,087,013
Capital Reserves		$211,522	$209,522
Total Capital Funds		$4,554,258	$4,296,535
Total net assets		$7,366,889	$6,437,723
TOTAL LIABILITIES AND NET ASSETS		$41,901,018	$37,660,278

School Jurisdiction Code: 7020

STATEMENT OF REVENUES AND EXPENSES

for the Year Ended August 31

(in dollars)

	Actual 2002	Budget 2002 (1)	Actual 2001 (2)
REVENUES			
Alberta Learning	$35,823,636	$31,158,304	$35,381,705
Alberta Infrastructure	$2,332,591	$4,063,437	$367,594
Alberta Finance	$1,354,665	$1,357,851	$1,666,428
Other Government of Alberta	$327,062	$156,800	$210,052
Federal Government and/or First Nations	$74,854	$68,026	$72,830
Other Alberta school authorities	$91,885	$0	$2,158
Out of province local authorities	$0	$0	$0
Alberta Municipalities (excluding supplementary requisitions)	$0	$0	$0
Instruction resource fees	$531,687	$448,743	$538,426
Transportation fees	$257,906	$243,250	$252,783
Other sales and services	$716,237	$379,960	$600,276
Investment income	$162,245	$153,000	$227,176
Gifts and donations	$39,045	$19,892	$89,070
Rentals of facilities	$98,795	$77,376	$86,058
Net school generated funds	$122,485	$200,000	$191,747
Gains on disposal of capital assets	$2,969	$0	$0
Amortization of capital allocations	$1,386,511	$1,383,809	$1,454,302
Total Revenues	$43,322,573	$39,710,448	$41,140,605
EXPENSES			
Certificated salaries	$22,335,972	$20,510,785	$20,213,612
Certificated benefits	$2,556,604	$2,294,588	$2,264,017
Uncertificated salaries and wages	$6,125,618	$6,215,735	$5,713,662
Uncertificated benefits	$1,215,092	$1,130,170	$1,078,264
Services, contracts and supplies	$6,946,594	$6,158,493	$7,059,070
Net school generated funds	$122,485	$200,000	$191,747
Capital and debt services			
Amortization of capital assets			
Supported	$1,386,511	$1,383,809	$1,454,301
Unsupported	$427,942	$378,694	$366,402
Total Amortization of capital assets	$1,814,453	$1,762,503	$1,820,703
Interest on capital debt			
Supported	$1,358,408	$1,357,851	$1,497,424
Unsupported	$48,180	$57,500	$57,431
Total Interest on capital debt	$1,406,588	$1,415,351	$1,554,855
Other interest charges	$0	$0	$0
Losses on disposal of capital assets	$0	$0	$0
Total Expenses	$42,523,406	$39,687,625	$39,895,930
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES BEFORE FUNDING ALLOCATED FOR CAPITAL PURPOSES	$799,167	$22,823	$1,244,675
Block BQRP revenue used for capital purposes	$129,999	$0	$209,100
Block MOD revenue used for capital purposes	$0	$0	$0
1999 One-time grant revenue used for capital purposes	$0	$0	$0
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES	$929,166	$22,823	$1,453,775

Note (1) 2001-2002 budget numbers as restated or taken from the finalized Budget Report pursuant to section 147(2)(b) of the School Act.

Note (2) 2000-2001 actuals as restated or taken from the finalized audited financial statements pursuant to Section 147(2)(a) of the School Act.

School Jurisdiction Code: 7020

STATEMENT OF CASH FLOWS

for the Year Ended August 31

(in dollars)

		2002	2001
CASH FLOWS FROM:			
A. OPERATIONS			
Surplus (deficit) of revenues over expenses for the year		$929,166	$1,453,775
Add (Deduct) items not requiring cash:			
Amortization of capital allocations revenue		($1,386,511)	($1,454,302)
Total amortization expense		$1,814,453	$1,820,703
Gains on disposal of capital assets		($2,969)	$0
Losses on sale of capital assets		$0	$0
Changes in accrued accounts:			
Accounts receivable		$73,285	$46,296
Prepaids and other current assets		($13,874)	($27,915)
Payables and accrued liabilities		$640,022	$1,042,746
Deferred revenue		($354,416)	$159,892
Unfunded employee future benefit expense (recovery)		$0	$0
Other (e.g. change in net trust liabilities)		$0	$0
Total sources (uses) of cash from Operations		$1,699,156	$3,041,195
B. INVESTING ACTIVITIES			
Purchases of capital assets			
Land		$0	$0
Buildings		($3,157,642)	($1,792,536)
Equipment		($395,067)	($281,656)
Vehicles		($24,531)	($34,424)
Proceeds from disposal of capital assets		$0	$0
Other (describe)		$0	$0
Total sources (uses) of cash from Investing activities		($3,577,240)	($2,108,616)
C. FINANCING ACTIVITIES			
Capital allocations received		$4,428,397	$1,568,659
Issue of long term debt		$0	$0
Repayment of long term debt		($1,463,085)	($1,577,442)
Add back: supported portion		$1,331,985	$1,446,341
Total sources (uses) from Financing activities		$4,297,297	$1,437,558
Net sources (uses) of cash equivalents* during year		$2,419,213	$2,370,137
Cash Equivalents at the beginning of the year		$5,189,049	$2,818,912
Cash Equivalents at the end of the year	$7,608,262	$7,608,262	$5,189,049

Note: Cash equivalents consist of:
- cash and temporary investments
- bank indebtedness

# STATEMENT OF CHANGES IN NET ASSETS
for the Year Ended August 31, 2002
(in dollars)

School Jurisdiction Code: 0

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)	(14)	(15)
					RESTRICTED NET ASSETS										
					School Based		Alberta Infrastructure			Board & System Admin.		Transportation		External Services	
	TOTAL NET ASSETS (Columns 2+3+4	INVESTMENT IN CAPITAL ASSETS	UNRESTRICTED NET ASSETS	TOTAL RESTRICTED NET ASSETS Columns 5 to 15	Unsupported Operating Reserves	Unsupported Capital (Vehicle, Equip) Reserves	Unsupported O& M Operating Reserves	Supported School (Bldg/Land) Capital Reserves	Unsupported Capital (Bldg, Vehicle,Equip) Reserves	Unsupported Operating Reserves	Unsupported Capital (Bldg, Vehicle,Equip) Reserves	Unsupported Operating Reserves	Unsupported Capital (Bldg, Vehicle,Equip) Reserves	Unsupported Operating Reserves	Unsupported Capital (Bldg, Vehicle,Equip) Reserves
Balance at August 31, 2001	$6,437,723	$4,087,013	$258,105	$2,092,605	$1,595,509	$66,401	$172,389	$0	$31,000	$109,339	$112,121	$5,846	$0	$0	$0
Prior period adjustments (describe)															
reserve adjustment correction	$0	$0		$0		$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
Adjusted Balance, Aug. 31, 2001	$6,437,723	$4,087,013	$258,105	$2,092,605	$1,595,509	$66,401	$172,389	$0	$31,000	$109,339	$112,121	$5,846	$0	$0	$0
Surplus(def) of revenue over expenses	$929,166		$929,166												
Block BQRP funded capital transactions		$129,999	($129,999)												
Block MOD funded capital transactions		$0	$0												
Board funded capital transactions		$422,566	($422,566)	$0	$0	$0	$0		$0	$0	$0	$0	$0	$0	$0
Donations of non-amortizable assets	$0	$0													
Amortization of capital assets		($1,814,453)	$1,814,453												
Amortization of capital allocations		$1,386,511	($1,386,511)												
Disposal of unsupported capital assets		$0	$0	$0		$0			$0		$0		$0		$0
Disposal of supported capital assets	$0	$0	$0	$0				$0							
Debt principal payments (unsupported)		$131,100	($131,100)	$0	$0	$0	$0	$0	$0	$0	$0				
Net transfers to operating reserves			($887,097)	$887,097	$677,226	$0	$94,286	$0	$0	$115,585	$0	$0	$0	$0	$0
Net transfers from operating reserves			$181,334	($181,334)	($171,873)	$0	$0	$0	$0	($8,292)	$0	($1,169)	$0	$0	$0
Net transfers to capital reserves			$0	$0	($32,000)	$32,000	$0	$0	$0	$0	$0	$0	$0	$0	$0
Net transfers from capital reserves	$0		$0	$0	$0	$0	$0	$0	$0	$30,000	($30,000)	$0	$0	$0	$0
Balance at August 31, 2002	$7,366,889	$4,342,736	$225,785	$2,798,368	$2,068,862	$98,401	$266,675	$0	$31,000	$246,632	$82,121	$4,677	$0	$0	$0

School Jurisdiction Code: 7020

STATEMENT OF CAPITAL ALLOCATIONS
(SUPPORTED CAPITAL FINANCING ONLY)
for the Year Ended August 31, 2002

(in dollars)

		Deferred Capital Allocations	Unamortized Capital Allocations
Balance at August 31, 2001		$78,712	$10,091,615
Add:			
Capital allocations from:	AB Infrastructure - New/Modernization Projects	$4,378,641	
	Other Government of Alberta	$0	
	Federal Government and/or First Nations	$0	
	Alberta Municipalities	$0	
	Other Alberta school jurisdictions	$0	
	Other	$0	
Interest earned on provincial government capital allocations		$49,756	
Other capital grants and donations		$0	
Insurance proceeds		$0	
Donated capital assets (depreciable, at Fair Market Value)			$0
Transferred in capital assets (depreciable, at Net Book Value)			$0
Current Year Debenture Principal Repayment			$1,331,985
Expended capital allocations - current year		($3,027,643)	$3,027,643
Less:			
Unamortized Capital Allocation affected by a disposal through transfer out			$0
Capital allocations amortized to revenue			$1,386,511
Balance at August 31, 2002		$1,479,466	$13,064,732

1 Authority and purpose

The District delivers primary and secondary education programs under the authority of the School Act, Chapter S-3, Statutes of Alberta, January 1, 2002.

The District receives block allocations for instruction and support under regulation 72/95. The regulation limits the funding and expenditures for administration. It permits the District, within specified limits, to reallocate funding between the instruction and support blocks.

2 Summary of significant accounting policies

The financial statements are prepared in accordance with generally accepted accounting principles and accounting policies consistent with those prescribed by Alberta Learning for Alberta school jurisdictions. The precise determination of many assets and liabilities is dependent on future events. As a result, the preparation of financial statements for a period involves the use of estimates and approximations, which have been made using careful judgement. Actual results could differ from those estimates and approximations. The financial statements have in management's opinion been prepared within reasonable limits of materiality and within the framework of the significant accounting policies summarized below:

a) Revenue recognition

Instruction and support allocations are recognized in the year to which they relate.

Fees for services related to courses and programs are recognized as revenue when such courses and programs are delivered.

Capital allocations from the province or other agencies are recorded as deferred capital allocations until spent. Once spent, they are transferred to unamortized capital allocations, which are amortized to revenue on the same basis as the property and equipment asset acquired by the grant.

Unrestricted donations are recognized as revenue when received or receivable. Donations in-kind are recorded at fair market value when reasonably determinable.

Externally restricted contributions are deferred and recognized as revenue in the period in which the restriction is complied with. Donations in-kind are recorded at fair market value when reasonably determinable.

b) Property and equipment

Property and equipment are recorded at cost and amortized over their estimated useful lives on a straight-line basis at the following rates:

Buildings	2.5% to 10%
Equipment	10% and 20%
Vehicles	10% and 20%

Property and equipment are amortized in the year following acquisition.

Only property and equipment with costs in excess of $5,000 are capitalized. Any capital allocations received for asset additions are amortized over the same period as the related asset.

c) Amortization

Amortization expense is reflected as a period expense on the income statement and results in a reduction to unrestricted net assets. However, an amount equal to the amortization of supported assets is recorded as revenue. Amortization expense results in a transfer from investment in capital assets to unrestricted net assets on the statement of changes in net assets. The transfer from investment in capital assets to unrestricted net assets offsets the effect of the amortization expense of the period resulting in no change to the accumulated surplus.

d) School generated funds

School generated funds are funds raised in the community for activities that come under the control and responsibility of school management. School generated funds are included in the financial statements of the District because the accountability and control of these funds rests with the school officials or their appointee(s). The amount recorded as an asset has an equivalent amount recorded as a liability. The amount recorded as an expense has an equivalent amount recorded as revenue.

e) Vacation pay

Vacation pay is recorded in the period in which it is earned.

f) Pension obligation

Pension costs included in these statements comprise the cost of employer contributions for current service of employee during the year.

The current service and past service costs of the Alberta Teacher Retirement Fund are met by contributions by active members and the Government of Alberta. Under the terms of the Teachers Pension Plan Act, St. Albert Protestant Separate School District No. 6 does not make pension contributions for certified staff.

The District participates in the multi-employer pension plan, Local Authorities Pension Plan. The District's expense for this plan is equivalent to the annual contributions of $212,445 (2001 – $196,760) for the year ended August 31, 2002. At December 31, 2001, the Local Authorities Pension Plan reported a surplus of $634,960,000 (2000 – $883,823,000).

g) Contributed services

Volunteers assist schools operated by the school district in carrying out certain activities. Because of the difficulty of determining their fair value and the fact that such assistance is generally not otherwise purchased, contributed services are not recognized in the financial statements.

h) Capital debt

Capital debt interest is recorded as an expenditure in the financial statements. Grants are receivable from Alberta Treasury for the interest expense and principal payments made on supported debt. The grant amounts received or receivable for the interest expense have been recorded as revenue in the financial statements. The total principal repayments on supported debt have been recorded to the debenture debt liability and equity in capital assets.

i) Financial instruments

The District's financial instruments consist of cash, accounts receivable, accounts payable, accrued liabilities, and long-term debt. It is management's opinion that the jurisdiction is not exposed to significant interest, currency or credit risks arising from these financial instruments. Unless otherwise noted, the fair values of these financial instruments approximate their carrying values.

3 Trust assets/trust liabilities

Trust assets and liabilities are accounts which the District is not entitled to, but which the District manages on behalf of others.

	2002 $	2001 $
Deferred salary leave plan	174,711	142,892
Other	14,583	3,015
	189,294	145,907

4 Deferred revenue

	2002 $	2001 $
Building quality restoration program	407,819	271,672
Block modernization	395,505	829,030
AMFC interest payment	179,476	179,476
Alberta Initiative for School Improvement	172,779	102,109
One time grant funding 1999	98,759	134,897
One time grant funding 2002 - 2003	55,643	-
Transportation fees	139,493	136,391
Tuition	87,950	47,392
ATCO Gas energy rebate	73,559	-
Other	648	13,456
Technology integration funding	-	211,255
Program unit fund	-	23,332
Mental health	-	19,127
	1,611,721	1,966,137

5 Unamortized capital allocations

The initial receipt of funds specifically designated for the funding of capital assets are recorded to deferred capital allocations. As expenditures are incurred for the related asset, the appropriate proportion of deferred capital allocation funds are transferred to unamortized capital allocations.

When the capital asset is complete the applicable unamortized capital allocation amount is amortized as revenue over the same period of time that the capital asset is amortized to expense.

The deferred capital allocation balance of $1,479,466 (2001 – $78,712) results from block modernization and unexpended school addition funds received from the province but not expended at August 31, 2002.

6 Long-term debt

	2002 $	2001 $
Debentures outstanding at August 31, 2002 have interest rates, which vary between 6.25% to 12.0%. The terms of the debentures range from 8 to 25 years with payments of principal and interest made annually	13,366,891	14,829,976
Less: Current portion	1,405,339	1,463,085
	11,961,552	13,366,891

$12,776,891 in debentures are supported by the Alberta Finance and $590,000 is unsupported debt.

The principal repayments in each of the next five fiscal years and beyond are as follows:

	Supported $	Unsupported $	Total $
2003	1,274,239	131,100	1,405,339
2004	1,207,250	131,100	1,338,350
2005	1,119,663	131,100	1,250,763
2006	1,084,904	131,100	1,216,004
2007	1,057,304	65,600	1,122,904
Thereafter	7,033,531	-	7,033,531
	12,776,891	590,000	13,366,891

7 Internally restricted net assets

Reserves created by the authorization of the Board of Trustees represent funds allocated for future capital expenditures and future operating expenses. The capital reserves are established and expended in accordance with the terms and conditions established by the Board.

8 Related party transactions

Various Government of Alberta departments are involved with administering education, district facilities, and the various school boards in the province. The District has had the following transactions with Alberta Learning, Alberta Infrastructure, Alberta Finance and other Government of Alberta departments:

	2002 $	2001 $
Alberta Learning	33,729,144	35,381,705
Alberta Infrastructure	4,427,083	367,594
Alberta Finance	1,354,665	1,666,428
Other Government of Alberta departments	327,062	210,052
	39,837,954	37,625,779

Accounts receivable includes $1,194,466 (2001 – $1,154,339) from the Province of Alberta. Accounts payable and accrued liabilities include $1,599,048 (2001 – $1,878,435) to the Province of Alberta.

9 Urban School Insurance Consortium

The District is a member of the Urban School Insurance Consortium, which facilitates the placement of property and liability insurance coverage for thirteen districts throughout the province of Alberta. Premium rebates are received from the insurers favourable claims experience and accumulated by the consortium to self-insure a portion of the member's risk exposure. The District's share of the accumulated consortium funds as at August 31, 2002 was $334,160 (2001 – $270,031). This amount has not been recognized in the District's financial statements, as the District has not realized the revenue.

10 Budget

The budget was prepared by district management with the Board of Trustees' approval given on April 25, 2001. It is presented for information purposes only and has not been audited.

School Jurisdiction Code: 7020

SCHEDULE A to the AFS
ALLOCATION OF REVENUES AND EXPENSES TO PROGRAMS - 2001-200:

REVENUES	TOTAL	Early Childhood Services	Total Instruction (Grades 1 to 12)	Operations and Maintenance of Schools & Maintenance Shops	Transportation	Board & System Administration			External Services
						Board Governance	System Admintration	Total Board & System Admin.	
Alberta Learning allocations									
(1) Instruction block	$30 011 479	$930 643	$29 080 836						
(2) Support block	$4 156 256			$2 094 492	$685 679			$1 376 085	
(3) Instruction & support block reallocations	$0	$0	($83 282)	$0	$83 282			$0	$0
(4) Alberta Initiative for School Improvement (AISI)	$701 368	$0	$701 368						
(5) Student Health Initiative (SHI)	$0	$0	$0						$0
(6) Teacher Salary Enhancement (TSE)	$899 105	$0	$899 105					$0	$0
(7) Regional Assessment Services (4 boards only)	$0								$0
(8) Regional P.D. Consortium (6 boards only)	$0								$0
(9) Other Alberta Learning revenues	$55 428	$0	$29 472	$0	$6 503			$19 453	$0
(10) **Total Alberta Learning Revenue**	$35 823 636	$930 643	$30 627 499	$2 094 492	$775 464			$1 395 538	$0
Alberta Infrastructure									
(11) Expensed Block Mod. Block BQRP support	$671 311		$0	$671 311					
(12) Operations and Maintenance support	$1 661 280			$1 661 280					
(13) **Total Alberta Infrastructure Revenue**	$2 332 591		$0	$2 332 591					
(14) **Alberta Finance**	$1 354 665		$0	$1 353 690	$975			$0	
(15) **Other - Government of Alberta**	$327 062	$848	$314 671	$6 800	$0			$4 743	$0
(16) **Federal Government and/or First Nations**	$74 854	$0	$74 854	$0	$0			$0	$0
(17) **Other Alberta school authorities**	$91 885	$0	$91 885	$0	$0			$0	$0
(18) **Out of province local authorities**	$0	$0	$0	$0	$0			$0	$0
(19) **Alberta municipalities (excl. supplementary requisitions)**	$0	$0	$0	$0	$0			$0	$0
(20) **Instruction resource fees**	$531 687	$0	$531 687						
(21) **Transportation fees**	$257 906				$257 906				
(22) **Other sales and services**	$716 237	$0	$522 752	$169 731	$0			$23 754	$0
(23) **Investment income**	$162 245	$0	$0	$0	$0			$162 245	$0
(24) **Gifts and donations**	$39 045	$0	$39 045	$0	$0				$0
(25) **Rentals of facilities**	$98 795	$0	$3 564	$95 231	$0			$0	$0
(26) **Net school generated funds**	$122 485		$122 485					$0	
(27) **Gains on disposal of capital assets**	$2 969	$0	$2 969	$0	$0			$0	$0
(28) **Amortization of capital allocations**	$1 386 511		$0	$1 386 511	$0				
(29) **TOTAL REVENUES** $43 322 573	$43 322 573	$931 491	$32 331 411	$7 439 046	$1 034 345			$1 586 280	$0
EXPENSES									
(30) **Certificated salaries**	$22 335 972	$515 947	$21 585 560				$234 465	$234 465	$0
(31) **Certificated benefits**	$2 555 604	$62 467	$2 476 494				$17 643	$17 643	$0
(32) **Uncertificated salaries and wages**	$6 125 618	$88 621	$3 617 804	$1 700 221	$47 181	$83 699	$588 092	$671 791	$0
(33) **Uncertificated benefits**	$1 215 092	$12 469	$767 703	$311 831	$7 531	$7 890	$107 668	$115 558	$0
(34) **SUB - TOTAL**	$32 233 286	$679 504	$28 447 561	$2 012 052	$54 712	$91 589	$947 868	$1 039 457	$0
(35) **Services, contracts & supplies**	$6 946 594	$97 964	$3 184 694	$2 316 292	$978 464	$24 760	$344 420	$369 180	$0
(36) **Cost recoveries & transfers (must balance to zero)**	$0	$0	$0	$0	$0	$0	$0	$0	$0
(37) **Net school generated funds**	$122 485		$122 485						
Capital and debt services									
Amortization of capital assets									
(38) Supported	$1 386 511	$0	$0	$1 386 511	$0	$0	$0	$0	$0
(39) Unsupported	$427 942	$0	$162 073	$223 319	$1 169	$0	$41 381	$41 381	$0
(40) Total Amortization	$1 814 453	$0	$162 073	$1 609 830	$1 169	$0	$41 381	$41 381	$0
Interest on capital debt									
(41) Supported	$1 358 408	$0	$0	$1 358 408	$0	$0	$0	$0	$0
(42) Unsupported	$48 180	$0	$0	$48 180	$0	$0	$0	$0	$0
(43) Other interest charges	$0	$0	$0	$0	$0	$0	$0	$0	$0
(44) Losses on disposal of capital assets	$0	$0	$0	$0	$0	$0	$0	$0	$0
(45) **TOTAL EXPENSES** $42 523 406	$42 523 406	$777 468	$31 916 813	$7 344 762	$1 034 345	$116 349	$1 333 669	$1 450 018	$0
(46) Surplus(deficit) Before Funding Allocated for Capital Purposes	$799 167	$154 023	$414 598	$94 284	$0			$136 262	$0
TOTAL applicable number of students/children	6 593	343	6 250	6 422	2 241			6 422	
AVERAGE PROGRAM COSTS per applicable student/child	$6 450	$2 267	$5 107	$1 144	$462			$226	

School Jurisdiction Code: 7020

SCHEDULE B1 to the AFS
INSTRUCTION Grades 1 to 12 Program 2001-2002 Expenses

EXPENSES	INSTRUCTION (Grades 1 to 12)							
	All Student Instruction	School Admin. & Instruction Support	System Instruction Support	Mildly & Moderately Disabled and Gifted & Talented	Severely Disabled	Alberta Initiative for School Improvement	Student Health Initiative	Total Instruction (Grades 1 to 12)
Certificated salaries	$17 077 760	$2 329 071	$73 641	$1 690 223	$92 084	$322 801	$0	$21 585 560
Certificated benefits	$2 002 415	$226 363	$6 216	$196 687	$9 862	$34 951	$0	$2 476 494
Uncertificated salaries and wages	$256 202	$1 572 676	$98 858	$506 100	$1 054 670	$129 298	$0	$3 617 804
Uncertificated benefits	$48 795	$360 877	$18 889	$91 361	$221 533	$26 248	$0	$767 703
SUB - TOTAL REMUNERATION	$19 385 172	$4 488 987	$197 604	$2 484 371	$1 378 129	$513 298	$0	$28 447 561
Services, contracts & supplies	$2 107 446	$551 178	$81 973	$201 385	$159 163	$83 549	$0	$3 184 694
Cost recoveries & transfers	$0	$0	$0	$0	$0	$0	$0	$0
Net school generated funds	$122 485							$122 485
Amortization of capital assets								
Supported	$0	$0	$0	$0	$0	$0	$0	$0
Unsupported	$162 073	$0	$0	$0	$0	$0	$0	$162 073
Total Amortization	$162 073	$0	$0	$0	$0	$0	$0	$162 073
Interest on capital debt								
Supported	$0	$0	$0	$0	$0	$0	$0	$0
Unsupported	$0	$0	$0	$0	$0	$0	$0	$0
Other interest charges	$0	$0	$0	$0	$0	$0	$0	$0
Losses on disposal of capital assets	$0	$0	$0	$0	$0	$0	$0	$0
TOTAL EXPENSES	$21 777 176	$5 040 165	$279 577	$2 685 756	$1 537 292	$596 847	$0	$31 916 813
FTE Certificated				28	2			
FTE Uncertificated				21	44			

SCHEDULE B2 to the AFS
INSTRUCTION Grades 1 to 12 Program 2001-2002

	AB LEARNING INSTRUCTION BLOCK REVENUE	ALBERTA LEARNING OTHER REVENUE	NON-ALBERTA LEARNING REVENUE	INSTRUCTION BLOCK REALLOCATION	TOTAL REVENUE	TOTAL EXPENSES	NET
Basic Instruction	$26 867 844	$1 629 945	$1 172 225	($83 282)	$29 586 732	$23 851 684	$5 735 048
School Admin & Instruction Support Expenses						$5 040 165	($5 040 165)
System Instruction Support Expenses						$279 577	($279 577)
Total Basic Instruction	$26 867 844	$1 629 945	$1 172 225	($83 282)	$29 586 732	$29 171 426	$415 306
Sub-Programs & Initiatives							
Severely Disabled	$1 515 578		$0		$1 515 578	$1 537 292	($21 714)
English as a Second Language	$18 772				$18 772	$18 772	$0
Enhanced Opportunities	$0				$0	$0	$0
Native Education Project	$0		$0		$0	$0	$0
Institutional Programs	$0				$0	$0	$0
Sparsity & Distance	$0				$0		$0
Growth & Density	$108 320				$108 320		$108 320
Teacher Assistants Program	$109 415				$109 415	$109 415	$0
Early Literacy Initiative (K-2)	$187 603				$187 603	$187 603	$0
Learning Resources (LRC credit used)	$62 049		$531 687		$593 736	$593 736	$0
Supernet	$0				$0	$0	$0
Technology Integration	$211 255		$0		$211 255	$298 569	($87 314)
French as a Second Language(all jurisdictions)	$0				$0	$0	$0
Home Education	$0				$0	$0	$0
Emergent	$0				$0	$0	$0
Total Sub-Programs & Initiatives	$2 212 992		$531 687		$2 744 679	$2 745 387	($708)
INSTRUCTION, GRADES 1-12 (plus Early Lit. ECS)	$29 080 836	$1 629 945	$1 703 912	($83 282)	$32 331 411	$31 916 813	$414 598

School Jurisdiction Code: 7020

SCHEDULE C to the AFS
SUMMARY OF REVENUE TRANSFERS
BETWEEN ALBERTA LEARNING BLOCK ALLOCATIONS - 2001-2002

	Early Childhood Services	Instruction (Grades 1 to 12)	Operations and Maintenance	Transportation	Board and System Administration	External Services
Alberta Learning block allocations - Schedule A (Lines 1 & 2)	$930,643	$29,080,836	$2,094,492	$685,679	$1,376,085	
Reallocations permitted by the "Funding for School Authorities" manual						
From instruction block to:						
(1) External Services		$0				$0
From ECS component of instruction block:						
(1) Transportation (part of the 2% maximum) (Note)	$0			$0		
(2) Operations and maintenance of schools (part of the 2% maximum) (Note)	$0		$0			
From all or part of maximum 2% of instruction block to:						
(1) Operations and maintenance of schools		$0	$0			
(2) Transportation		($83,282)		$83,282		
Calculation: 2% of* | *$30,011,479* | *=* | *$600,230* | *($83,282)						
From instruction block (Growth & Denisty component) to:						
(1) Operations and maintenance of schools		$0	$0			
(2) Transportation		$0		$0		
Reallocations directed by the board of trustees						
From operations and maintenance of schools block to:						
(1) Transportation			$0	$0		
(2) Instruction		$0	$0			
From transportation block to:						
(1) Operations and maintenance			$0	$0		
(2) Instruction		$0		$0		
From board and system administration block to:						
(1) Transportation				$0	$0	
(2) Operations and maintenance of schools			$0		$0	
(3) Instruction		$0			$0	
From within the instruction block and its components:						
(1) Instruction to: Early childhood services (ECS)	$0	$0				
(2) ECS to: Instruction	$0	$0				
AMOUNTS REFLECTED ON SCHEDULE A (Line 3)	$0	($83,282)	$0	$83,282	$0	$0

Note: Incremental ECS costs for transportation or O & M funded out of the instruction block should normally be recorded as a cost recovery on Schedule B rather than as a revenue transfer on this schedule.

School Jurisdiction Code: 7020

SCHEDULE D to the AFS

CALCULATION OF MAXIMUM ELIGIBLE EXPENSE LIMITS FOR BOARD (GOVERNANCE) AND SYSTEM ADMINISTRATION 2001-2002

STEP 1

Determine the total eligible revenue which is used as the BASE TOTAL to calculate the maximum eligible expense limits for Board and System Administration

Total Revenues (Schedule A):		
Instruction Block	- Grades ECS -12 (excluding technology integration and emergent)	$29,800,224
Support Block	- Operations & Maintenance	$2,094,492
	- Transportation	$685,679
SUBTOTAL		$32,580,395
Other Revenues		
Alberta Infrastructure (Operations & Maintenance)		$1,661,280
Other Alberta Learning revenues (Excluding One-Time Grant)		$0
Other - Government of Alberta (Excluding Alberta Finance)		$327,062
Federal government/First Nations		$74,854
Other Alberta school authorities		$91,885
Out of province local authorities		$0
Alberta municipalities		$0
Other sales and services		$716,237
Interest on investments		$162,245
Rentals of facilities		$98,795
Gains on disposal of capital assets		$2,969
Amortization of capital allocations		$1,386,511
School generated funds (Schedule E)		$2,188,784
BASE TOTAL FOR CALCULATING MAXIMUM EXPENSE LIMITS		**$39,291,017**

STEP 2

Calculation of maximum expense limit PERCENTAGE for Board and System Administration expenses

If "Total Net Enrolled Students" are 6,000 and over	= 4%	**4.00%**
If "Total Net Enrolled Students" are 2,000 and less	= 6%	

The Maximum Expense Limit for Board and System Administration is based on an arithmetical proration for the TOTAL FTE count for grades 1 -12, net of Home Education AND Adult students, between 2,000 to 6,000 at .0005 per FTE.

EXAMPLE: 4,500 FTE count grades 1-12 = 6,000 - 4,500 = 1,500 X .0005 = .75% plus 4% = maximum expense limit of 4.75%

Note: Calculation unnecessary if Total FTE is 6,000 or more, and 2,000 & less.

STEP 3

Calculate maximum expense limit AMOUNTS for Board and System Administration expenses

Maximum Expense Limit percentage (Step 2) x Base Total (Step 1)		$1,571,641
Considerations for Charter Schools and Francophone Boards:		
If Charter School, enter 50,000	0	$0
If Francophone Board, enter 300,000	0	$0
(If none of these considerations apply, leave the above cells blank)		
MAXIMUM EXPENSE LIMIT		**$1,571,641**

STEP 4

Compare maximum expense limit amounts calculated in Step 3 to actual expenses (from Schedule A)

Actual Board Governance & System Administration expenses	$1,450,018
PLUS: transfers to Restricted - Operating (Board/System Administration)	$115,585
LESS: transfers from Restricted - Operating (Board/System Administration)	-$8,292
TOTAL BOARD GOVERNANCE & SYSTEM ADMINISTRATION EXPENSES	$1,557,311
Maximum Expense Limit for Board & System Administration (Step 3)	$1,571,641
ACTUAL EXPENSES - OVER(UNDER) MAXIMUM EXPENSE LIMIT	-$14,330

School Jurisdiction Code: 7020

SCHEDULE E to the AFS
SOURCE & APPLICATION OF SCHOOL GENERATED FUNDS (SGF) - 2001-2002

Unexpended SGF - Opening Balance August 31, 2001		$583,790
Source of School Generated Funds:		
Total School Generated Funds for the year (Note 1)	$2,188,784	
Less: SGF - related cost recoveries (Note 2)	$1,994,503	
- capitalized at the District level	$0	
Net Total	$194,280	
Plus: Donations Received (Note 3)	$0	
Equals: Net Additions to SGF		$194,280
Net SGF Available for discretionary spending		$778,071
Net SGF revenue and Net SGF expense - per schedule A, line 26 and line 37		
Net expended SGF for discretionary purposes (Note 4)		$122,485
Unexpended SGF - Closing Balance August 31, 2002		$655,585

Note 1 Excludes fees collected pursuant to Section 60(2)(j) of the School Act (e.g. instruction materials and technology fees determined by board policy or resolution). This is the amount used to calculate the administrative cap. See Schedule E.

Note 2 These are the expenses (a) incurred in generating SGF (e.g. fundraising expenses, printing of tickets, payment to DJ at school dance; cost of goods sold for school cafeteria/servery; staffing and supplies for a dinner; raffle prizes; supplies for a car wash; book fair purchases; meals for lunch program), or (b) collected and disbursed for the benefit of individual students (e.g. cost of field trips for student activities not leading to CEU's). Monies collected for CEU-related activities are not SGF. They are recorded as instruction fees.

Note 3 Donations are restricted to cash; gifts in kind are treated as board assets, not SGF. Amounts are net of related expenses.

Note 4 Only SGF expended for discretionary purposes are recorded as revenue and expense; unexpended funds are carried forward on the balance sheet to the succeeding year. Any capital items purchased with SGF should be treated as a SGF-related cost recovery.

School Jurisdiction Code: 7020

SCHEDULE F to the AFS
Operations and Maintenance Program 2001-2002 Expenses

	Operations and Maintenance								
EXPENSES	Maintenance Office & Shop Administration	Preventative Maintenance	Custodial	Fire/Security/ Safety Systems	Sites and Grounds Maintenance	Utilities and Communications	Expensed Block BQRP/Mod.	Capital & Debt Services and Transfers	Total Operations and Maintenance
Uncertificated salaries and wages	$170,858	$469,570	$1,012,777	$23,616	$23,400	$0	$0		$1,700,221
Uncertificated benefits	$32,804	$69,003	$200,683	$4,676	$4,665	$0	$0		$311,831
SUB - TOTAL REMUNERATION	$203,662	$538,573	$1,213,460	$28,292	$28,065	$0	$0		$2,012,052
Contracted Services	$0	$61,503	$165,393	$34,180	$251,630	$56,301	$297,295		$866,302
Supplies	$3,340	$271,337	$148,183		$0		$297,296		$720,156
Electricity						$489,247			$489,247
Natural Gas/Heating Fuel						$188,364			$188,364
Sewer and Water						$52,223			$52,223
Cost recoveries & transfers								$0	$0
Amortization of capital assets									
Supported								$1,386,511	$1,386,511
Unsupported	$0	$20,626	$0	$0	$202,693	$0	$0	$0	$223,319
Total Amortization	$0	$20,626	$0	$0	$202,693	$0	$0	$1,386,511	$1,609,830
Interest on capital debt									
Supported								$1,358,408	$1,358,408
Unsupported								$48,180	$48,180
Other interest charges								$0	$0
Losses on disposal of capital assets								$0	$0
TOTAL EXPENSES	$207,002	$892,039	$1,527,036	$62,472	$482,388	$786,135	$594,591	$2,793,099	$7,344,762
FTE Uncertificated (Board/Contract)	4.0	7.0	38.8	0.5	0.5	0.0	0.0	0.0	50.8

Notes:

Maintenance Office & Shop Administration:	Includes all maintenance office related remuneration, supplies, services and contracts.
Preventative Maintenance:	Includes all structural, architectural, mechanical and electrical maintenance items identified below. - activities required for operating and maintaining the structure, envelope, roof, parkade, ramps/fire escapes, fixed exterior walls, exterior finishes of the buildings and outside doors/other barriers - activities for purchase, installation, maintenance and repair of mechanical and electrical systems for the maintenance buildings and schools.
Custodial:	Includes all the activities required for ensuring the buildings are kept in a clean and tidy condition.
Fire/Security/Safety Systems:	Includes all activities required for fire prevention/alarms systems, security personnel and alarm systems, detection systems and related safety systems for the property.
Sites & Grounds Maintenance:	Sites & Grounds Maintenance: includes all activities required for maintenance and upkeep of exterior grounds, parking lots, athletic fields including snow removal and lawn care.
Utilities & Communications:	Includes all cost related to electricity(light & power), natural gas and other heating fuels, sewer & water and all forms of communications.
Expensed Block BQRP/Mod:	Includes all non-capital activities related to Block BQRP/Modernization expensed by the jurisdiction.
Capital & Debt Services:	Includes all activities related to supported school amortization and debt interest expense. All unsupported amortization is allocated to the appropriate sub-categories.

School Jurisdiction Code: 7020

SCHEDULE G to the AFS
DISCLOSURE OF SALARIES AND BENEFITS - 2001-2002
(SECTION 126.1 OF THE SCHOOL ACT)

	FTE's or Individuals	Remuneration	Benefits	Allowances	Performance Bonuses	ERIP's / Other	Total	Expenses
Board of Trustees:								
Chairman								
Name Joan Trettler	1	$6,151	$471	$13,814	$0	$0	$20,436	$1,847
Board Members:								
Name Judy Huisman	0.89	$4,098	$1,006	$8,782	$0	$0	$13,886	$791
Name Armin Kauapilla	1	$4,918	$3,117	$10,276	$0	$0	$18,311	$1,400
Name Morag Pansegrau	1	$5,185	$448	$14,047	$0	$0	$19,680	$1,063
Name Mary McGregor	0.11	$727	$44	$1,516	$0	$0	$2,287	$0
Name Irene Harvey	1	$4,918	$2,803	$9,266	$0	$0	$16,987	$2,537
Name	0	$0	$0	$0	$0	$0	$0	$0
Name	0	$0	$0	$0	$0	$0	$0	$0
Name	0	$0	$0	$0	$0	$0	$0	$0
Name	0	$0	$0	$0	$0	$0	$0	$0
Name	0	$0	$0	$0	$0	$0	$0	$0
Subtotal	**5**	**$25,997**	**$7,889**	**$57,701**	**$0**	**$0**	**$91,587**	**$7,638**
Superintendent Joe Demko (2)	1	$106,867	$7,888	$0	$0	$0	$114,755	$2,736
Secretary/Treasurer (2)	0	$0	$0	$0	$0	$0	$0	$0
Secretary Donna Taylor (2)	1	$42,307	$9,767	$0	$0	$0	$52,074	$60
Treasurer Michael Brenneis (2)	1	$105,147	$14,114	$0	$0	$0	$119,261	$1,304
Certificated Salaries (1)	350.8572	$22,229,105	$2,548,716	$0	$0	$0	$24,777,821	$49,296
Uncertificated Salaries & Wages (1)	189.4089.	$5,894,466	$1,183,322	$0	$0	$0	$7,077,788	$20,725
TOTALS		**$28,403,889**	**$3,771,696**	**$57,701**	**$0**	**$0**	**$32,233,286**	**$81,759**
						Sub-Total of Salaries and Benefits from Schedule A:	$32,233,286	

Notes: Please refer to completion information on page 15.

(1) Full time equivalents (FTE's)

(2) Employed or contracted

School Jurisdiction Code: 7020

SCHEDULE G1 to the AFS

DISCLOSURE OF SALARIES AND BENEFITS *(SECTION 148.1 OF THE SCHOOL ACT)*

COMPLETION INFORMATION

(1) Salary and benefits consist of and agree with the amounts properly recorded in the school jurisdiction's payroll records and related object codes for salaries, wages and benefits.

(2) **Remuneration** includes regular base salaries, administrative allowances, overtime, lump sum payments **EXCEPTING TERMINATION BENEFITS** (See #10A below), honoraria, deferred salary leave accruals and any other direct cash remuneration **EXCEPTING PERFORMANCE PAY** (See #10 below).

(3) Certificated salaries include the aggregate of all payments for certificated staff regardless of the length, nature or definition of the employment agreement. The number of full time equivalent staff should be measured as at September 30.

(4) Uncertificated salaries and wages should be measured in terms of the number of individuals employed as at September 30.

(5) Salary and benefits information should be the aggregate amount covering the same fiscal period as the audited financial statements.

(6) Salary must include deferred salary accruals.

(7) Salary includes only payments for services subject to an employer-employee relationship.

(8) **Benefits** include the employer's share of all employee benefits and contributions or payments made on behalf of employees including retirement pensions, Canada pension plan (CPP), employment insurance (EI), health care, dental coverage, vision coverage, out of country medical benefits, group life insurance, accidental disability and dismemberment insurance, long and short term disability plans.

(9) **Allowances** include all monies paid to an employee as miscellaneous **negotiated** allowances. This category will include car or travel allowances, isolation allowances, relocation expenses, sabbaticals, special leave with pay, financial and retirement planning services, and club memberships. **ADMINISTRATIVE ALLOWANCES** are included in **Remuneration**.

(10) **Performance Bonuses** include those monies paid to employees of the school authority that are tied to the achievement of some specifed goal or objective.

(10A) **Other** includes termination benefits ((severance pay, retiring allowances (ERIP's), sick leave and other settlement costs due to loss of employment).

(11) **Expenses** will include the reimbursements of travel, subsistence, moving costs, conference fees, etc., paid by the employee **or on his/her behalf** in performing the responsibilities of employment.

(12) The superintendent's remuneration is in terms of one individual who is the Chief Executive Officer. Benefits for the superintendent do not include Alberta Learning contributions to the Teachers Retirement Fund pension plan.

(13) A position should include salary, benefits and allowances earned by an individual who officially acted in a position while it was vacant. If a position was vacant and no one acted in the position, the position should not be disclosed.

(14) Benefits and allowances need not include an amount for automobile, housing or other benefits for which a value cannot be reasonably estimated.

(15) If a position is occupied by more than one individual during a year, the aggregate salary, benefits and allowances earned by the individuals in the position should be disclosed. An explanatory note should indicate the number of individuals.

School Jurisdiction Code [illegible]

AUDITED
FINANCIAL STATEMENTS
and Supporting Schedules
FOR THE YEAR ENDED AUGUST 31, 2002

[School Act, Sections 147(2)(a), 151(1) and 276]

ST. PAUL EDUCATION REGIONAL DIVISION NO. 1

Name of School Jurisdiction

4901 - 47 Street St. Paul, Alberta T0A 3A3

Mailing Address

(780) 645-3323 (780) 645-5769

Telephone and Fax Numbers

SCHOOL JURISDICTION MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The financial statements and supporting schedules of St. Paul Education Regional Division No. 1

(Name of School Jurisdiction)

presented to Alberta Learning have been prepared by school jurisdiction management which has responsibility for their preparation, integrity and objectivity. The financial statements and schedules, including notes, have been prepared in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

In fulfilling its reporting responsibilities, management has maintained internal control systems and procedures designed to provide reasonable assurance that the school jurisdiction's assets are safeguarded, that transactions are executed in accordance with appropriate authorization and that accounting records may be relied upon to properly reflect the school jurisdiction's transactions. The effectiveness of the control systems is supported by the selection and training of qualified personnel, an organizational structure that provides an appropriate division of responsibility and a strong budgetary system of control.

Board of Trustees Responsibility
The ultimate responsibility for the financial statements lies with the Board of Trustees. The Board reviewed the financial statements with management in detail and the Board approved the financial statements for release.

External Auditors
The Board appoints external auditors to audit the financial statements and meets with the auditors to review their findings. The external auditors have full and free access to school jurisdiction records.

Declaration of Management and Board Chairman
To the best of our knowledge and belief, these financial statements and supporting schedules reflect, in all material respects, the financial position and results of operations and cash flows for the year in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

BOARD CHAIRMAN

Lorne Buryn

Name Signature

SUPERINTENDENT

Doug Yeo

Name Signature

SECRETARY TREASURER OR TREASURER

Jean Champagne

Name Signature

06-Nov-02

Dated

c.c. ALBERTA LEARNING, School Reporting Branch,
8th Floor Commerce Place, 10155-102 Street, Edmonton AB T5J 4L5
EMAIL: [illegible]@gov.ab.ca
PHONE: [illegible] FAX: (780) [illegible]

School Jurisdiction Code: 2185

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Wilde & Company
CHARTERED ACCOUNTANTS

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AUDITORS' REPORT

To the Board of Trustees
St. Paul Education Regional Division No. 1

We have audited the statement of financial position of the St. Paul Education Regional Division No. 1 as at August 31, 2002 and the statements of revenues and expenses, cash flows, changes in net assets, and capital allocations for the year then ended. These financial statements are the responsibility of the school division's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the financial position of the school division as at August 31, 2002 and the results of its operations, changes in cash flows, net assets and capital allocations for the year then ended in accordance with Canadian generally accepted accounting principles.

Our audit was conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The supplementary information included in Schedules A through G is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such supplementary information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

Wilde & Company
Chartered Accountants

Vegreville, Alberta
November 6, 2002

School Jurisdiction Code: 2185

STATEMENT OF FINANCIAL POSITION

as at August 31

(in dollars)

		2002	2001
ASSETS			
Current assets			
Cash and temporary investments		$9,415,974	$5,519,125
Accounts receivable (net after allowances)			
Province of Alberta		$632,086	$475,826
Federal Government and/or First Nations		$501,349	$791,256
Alberta municipalities		$0	$0
Other Alberta school jurisdictions		$0	$0
Other		$84,529	$225,984
Prepaid expenses		$218,356	$231,905
Other current assets		$0	$0
Total current assets		$10,852,294	$7,244,096
School generated assets		$494,738	$428,549
Trust assets		$34,906	$34,971
Capital assets			
Land		$128,374	$128,374
Buildings	$26,187,809		
Less: accumulated amortization	($13,022,786)	$13,165,023	$13,313,954
Equipment	$1,805,670		
Less: accumulated amortization	($959,009)	$846,661	$359,947
Vehicles	$1,921,758		
Less: accumulated amortization	($1,060,144)	$861,614	$821,622
Total capital assets		$15,001,672	$14,623,897
TOTAL ASSETS		$26,383,610	$22,331,513
LIABILITIES			
Current liabilities			
Bank indebtedness		$0	$0
Accounts payable and accrued liabilities			
Province of Alberta		$316,927	$284,473
Federal Government and/or First Nations		$322,921	$319,875
Alberta municipalities		$0	$0
Other Alberta school jurisdictions		$0	$0
Other		$1,701,621	$1,120,393
Deferred revenue		$811,398	$1,297,794
Deferred capital allocations		$3,611,771	$0
Current portion of all long term debt		$548,126	$650,000
Total current liabilities		$7,312,764	$3,672,535
School generated liabilities		$494,738	$428,549
Trust liabilities		$34,906	$34,971
Unfunded employee future benefit liability		$0	$0
Long term debt			
Supported: Debentures and other supported debt		$4,916,543	$5,494,279
Less: Current portion of supported debt		($548,126)	($650,000)
Unsupported: Debentures and Capital Loans		$0	$0
Capital Leases		$0	$0
Mortgages		$0	$0
Less: Current portion of unsupported debt		$0	$0
Unamortized capital allocations		$8,439,751	$7,792,244
Total long term liabilities		$13,337,812	$13,100,043
TOTAL LIABILITIES		$20,650,576	$16,772,578
NET ASSETS			
Unrestricted net assets		$501,813	$501,813
Operating Reserves		$3,482,438	$3,616,345
Accumulated Operating Surplus (Deficit)		$3,984,251	$4,118,158
Investment in capital assets		$1,645,374	$1,337,368
Capital Reserves		$103,409	$103,409
Total Capital Funds		$1,748,783	$1,440,777
Total net assets		$5,733,034	$5,558,935
TOTAL LIABILITIES AND NET ASSETS		$26,383,610	$22,331,513

School Jurisdiction Code: 2185

STATEMENT OF REVENUES AND EXPENSES

for the Year Ended August 31

(in dollars)

	Actual 2002	Budget 2002 (1)	Actual 2001 (2)
REVENUES			
Alberta Learning	$22,629,493	$22,607,325	$22,130,745
Alberta Infrastructure	$2,127,463	$340,516	$717,570
Alberta Finance	$548,607	$577,707	$769,802
Other Government of Alberta	$59,800	$5,000	$15,090
Federal Government and/or First Nations	$6,907,127	$6,526,811	$6,882,244
Other Alberta school authorities	$500	$0	$11,700
Out of province local authorities	$0	$0	$0
Alberta Municipalities (excluding supplementary requisitions)	$0	$0	$0
Instruction resource fees	$217,061	$223,950	$221,451
Transportation fees	$37,367	$33,000	$33,164
Other sales and services	$255,870	$35,000	$149,596
Investment income	$191,608	$200,000	$269,196
Gifts and donations	$65,730	$0	$25,500
Rentals of facilities	$55,403	$38,041	$51,479
Net school generated funds	$206,259	$230,000	$274,109
Gains on disposal of capital assets	$0	$0	$0
Amortization of capital allocations	$592,680	$599,661	$599,661
Total Revenues	$33,894,968	$31,417,011	$32,151,307
EXPENSES			
Certificated salaries	$15,787,075	$15,558,535	$14,561,198
Certificated benefits	$1,762,920	$1,622,876	$1,516,616
Uncertificated salaries and wages	$5,885,253	$5,565,873	$5,221,758
Uncertificated benefits	$1,129,016	$854,678	$1,053,774
Services, contracts and supplies	$7,439,510	$6,353,702	$6,787,520
Net school generated funds	$206,259	$230,000	$274,109
Capital and debt services			
Amortization of capital assets			
Supported	$592,680	$599,661	$599,661
Unsupported	$367,436	$235,853	$293,038
Total Amortization of capital assets	$960,116	$835,514	$892,699
Interest on capital debt			
Supported	$548,607	$577,739	$610,589
Unsupported	$0	$0	$0
Total Interest on capital debt	$548,607	$577,739	$610,589
Other interest charges	$2,113	$1,000	$0
Losses on disposal of capital assets	$0	$0	$0
Total Expenses	$33,720,869	$31,599,917	$30,918,263
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES BEFORE FUNDING ALLOCATED FOR CAPITAL PURPOSES	$174,099	($182,906)	$1,233,044
Block BQRP revenue used for capital purposes	$0	$0	$0
Block MOD revenue used for capital purposes	$0	$0	$0
1999 One-time grant revenue used for capital purposes	$0	$0	$205,672
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES	$174,099	($182,906)	$1,438,716

Note (1) 2001-2002 budget numbers as restated or taken from the finalized Budget Report pursuant to section 147(2)(b) of the School Act.

Note (2) 2000-2001 actuals as restated or taken from the finalized audited financial statements pursuant to Section 147(2)(a) of the School Act.

STATEMENT OF CASH FLOWS

for the Year Ended August 31

(in dollars)

		2002	2001
CASH FLOWS FROM:			
A. OPERATIONS			
Surplus (deficit) of revenues over expenses for the year		$174,099	$1,438,716
Add (Deduct) items not requiring cash:			
Amortization of capital allocations revenue		($592,680)	($599,661)
Total amortization expense		$960,116	$892,699
Gains on disposal of capital assets		$0	$0
Losses on sale of capital assets		$0	
Changes in accrued accounts:			
Accounts receivable		$275,102	$777,233
Prepaids and other current assets		$13,549	$57,227
Payables and accrued liabilities		$616,728	$166,354
Deferred revenue		($486,396)	($46,031)
Unfunded employee future benefit expense (recovery)		$0	$0
Other (e.g. change in net trust liabilities)		$0	$0
Total sources (uses) of cash from Operations		$960,518	$2,686,537
B. INVESTING ACTIVITIES			
Purchases of capital assets			
Land		$0	$0
Buildings		($472,809)	$0
Equipment		($660,036)	($296,475)
Vehicles		($205,046)	($157,703)
Proceeds from disposal of capital assets		$0	$0
Other (describe)		$0	$0
Total sources (uses) of cash from investing activities		($1,337,891)	($454,178)
C. FINANCING ACTIVITIES			
Capital allocations received		$4,274,222	$0
Issue of long term debt		$0	$0
Repayment of long term debt		($577,736)	($608,583)
Add back: supported portion		$577,736	$608,583
Total sources (uses) from Financing activities		$4,274,222	$0
Net sources (uses) of cash equivalents* during year		$3,896,849	$2,232,359
Cash Equivalents at the beginning of the year		$5,519,125	$3,286,766
Cash Equivalents at the end of the year	$9,415,974	$9,415,974	$5,519,125

Note: Cash equivalents consist of:
- cash and temporary investments
- bank indebtedness

STATEMENT OF CHANGES IN NET ASSETS

for the Year Ended August 31, 2002

(in dollars)

School Jurisdiction Code: 0

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)	(14)	(15)
	TOTAL NET ASSETS (Columns 2+3+4	INVESTMENT IN CAPITAL ASSETS	UNRESTRICTED NET ASSETS	TOTAL RESTRICTED NET ASSETS Columns 5 to 15	RESTRICTED NET ASSETS										
					School Based		Alberta Infrastructure			Board & System Admin.		Transportation		External Services	
					Unsupported Operating Reserves	Unsupported Capital (Vehicle, Equip) Reserves	Unsupported O& M Operating Reserves	Supported School (Bldg/Land) Capital Reserves	Unsupported Capital (Bldg, Vehicle Equip) Reserves	Unsupported Operating Reserves	Unsupported Capital (Bldg Vehicle Equip) Reserves	Unsupported Operating Reserves	Unsupported Capital (Bldg Vehicle Equip) Reserves	Unsupported Operating Reserves	Unsupported Capital (Bldg Vehicle Equip) Reserves
Balance at August 31, 2001	$5,558,935	$1,337,368	$501,813	$3,719,754	$1,561,121	$0	$1,117,921	$0	$76,527	$711,222	$0	$226,081	$26,882	$0	$0
Prior period adjustments (describe)															
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
Adjusted Balance, Aug. 31, 2001	$5,558,935	$1,337,368	$501,813	$3,719,754	$1,561,121	$0	$1,117,921	$0	$76,527	$711,222	$0	$226,081	$26,882	$0	$0
Surplus(def) of revenue over expenses	$174,099		$174,099												
Block BQRP funded capital transactions		$0	$0												
Block MOD funded capital transactions		$0	$0												
Board funded capital transactions		$675,442	($675,442)	$0	$0	$0	$0		$0	$0	$0	$0	$0	$0	$0
Donations of non-amortizable assets	$0	$0													
Amortization of capital assets		($960,116)	$960,116												
Amortization of capital allocations		$592,680	($592,680)												
Disposal of unsupported capital assets		$0	$0	$0		$0			$0		$0		$0		$0
Disposal of supported capital assets	$0	$0	$0	$0				$0							
Debt principal payments (unsupported)		$0	$0	$0	$0	$0	$0	$0	$0	$0	$0				
Net transfers to operating reserves			($587,767)	$587,767	$131,146		$324,344	$0	$0	$117,107	$0	$15,170		$0	$0
Net transfers from operating reserves			$721,674	($721,674)		$0	($721,674)	$0	$0	$0	$0	$0	$0	$0	$0
Net transfers to capital reserves			$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
Net transfers from capital reserves	$0		$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
Balance at August 31, 2002	$5,733,034	$1,645,374	$501,813	$3,585,847	$1,692,267	$0	$720,591	$0	$76,527	$828,329	$0	$241,251	$26,882	$0	$0

School Jurisdiction Code: 2185

STATEMENT OF CAPITAL ALLOCATIONS
(SUPPORTED CAPITAL FINANCING ONLY)
for the Year Ended August 31, 2002
(in dollars)

		Deferred Capital Allocations	Unamortized Capital Allocations
Balance at August 31, 2001		$0	$7,792,244
Add:			
Capital allocations from:	AB Infrastructure - New/Modernization Projects	$4,188,747	
	Other Government of Alberta	$0	
	Federal Government and/or First Nations	$0	
	Alberta Municipalities	$0	
	Other Alberta school jurisdictions	$0	
	Other	$0	
Interest earned on provincial government capital allocations		$85,475	
Other capital grants and donations		$0	
Insurance proceeds		$0	
Donated capital assets (depreciable, at Fair Market Value)			$0
Transferred in capital assets (depreciable, at Net Book Value)			$0
Current Year Debenture Principal Repayment			$577,736
Expended capital allocations - current year		($662,451)	$662,451
Less:			
Unamortized Capital Allocation affected by a disposal through transfer out			$0
Capital allocations amortized to revenue			$592,680
Balance at August 31, 2002		$3,611,771	$8,439,751

1. AUTHORITY AND PURPOSE

The school jurisdiction delivers education programs under the authority of the School Act, Chapter S-3, Statutes of Alberta, January 1, 2002.

The jurisdiction receives block allocations for instruction and support under Regulation 72/95. The regulation limits funding and expenses for administration. It permits the jurisdiction, within specified limits, to reallocate funding between instruction and support blocks.

2. SIGNIFICANT ACCOUNTING POLICIES

These financial statements have been prepared in accordance with Canadian generally accepted accounting principles (GAAP) and accounting policies consistent with those prescribed by Alberta Learning for Alberta School jurisdictions. The precise determination of many assets and liabilities is dependent on future events. As a result, the preparation of financial statements for a period involves the use of estimates and approximations, which have been made using careful judgement. Actual results could differ from those estimates and approximations. The financial statements have been prepared within the framework of the accounting policies summarized below:

a) Revenue Recognition

Revenue is recognized as follows:

Instruction and support allocations are recognized in the year to which they relate.

Fees for services related to courses and programs are recognized as revenue when such courses and programs are delivered.

Unrestricted contributions are recognized as revenue when received or receivable. Contributions in-kind are recorded at fair market value when reasonably determinable.

Externally restricted contributions are deferred and recognized as revenue in the period in which the restriction is complied with. Endowment funds which are to be retained as net assets are recorded as direct increases in trust assets and liabilities.

b) Capital Assets

Capital assets are reflected in the accounts at cost, and are amortized over their estimated useful lives on a straight line basis, at the following rates:
Buildings - 2.5 to 10%
Equipment - 20%
Vehicles - 20%

Only capital assets with costs in excess of $5,000 are capitalized. Any capital allocations received for asset additions are amortized over the same period as the related asset.

c) School Generated Funds

Funds generated from school based activities are included as assets, liabilities, revenues and expenses of the school jurisdiction because the accountability and control/ownership of these funds rests with school jurisdiction officials or their appointee(s).

2. SIGNIFICANT ACCOUNTING POLICIES (continued)

d) Vacation Pay

Vacation pay is accrued in the period in which the employee earns the benefit.

e) Contributed Surplus

Volunteers assist schools operated by the school jurisdiction in carrying out certain activities. Because of the difficulty of determining the fair value of such services, and the fact that such assistance is generally not otherwise purchased, contributed services are not recognized in the financial statements.

f) Pensions

Pension costs included in these financial statements comprise the cost of employer contributions for current service of employees during the year.

The current service and past service costs of the Alberta Teacher Retirement Fund are met by contributions by active members and the Government of Alberta. Under the terms of the Teachers Pension Plan Act, the St. Paul Education Regional Division No. 1 does not make pension contributions for certificated staff.

The school board participates in the multi-employer pension plan, Local Authorities Pension Plan. The expense for this pension plan is equivalent to the annual contributions of $95,306 for the year ended August 31, 2002. At December 31, 2001, the Local Authorities Pension Plan reported a surplus of $634.9 million (2000 $883.8 million).

g) Prepaid Expenses

Certain expenditures incurred and paid before the close of the school year are for specific school supplies, which will be consumed subsequent to the year end, and are accordingly recorded as prepaid expenses. Certain insurance expenses fall into this category.

h) Financial Instruments

For cash and short term investments, marketable investments, accounts receivable and accounts payable and accrued liabilities, the carrying amounts of these financial instruments approximate their fair value due to their short term maturity or capacity of prompt liquidation.

i) Employee Future Benefits

The jurisdiction accounted for the future cost of employee benefits commencing in the 2000 2001 school year using the retroactive approach. There is no financial impact on the jurisdiction at this time.

3. ACCOUNTS RECEIVABLE

	2002	2001
Provincial government grants	$ 632,086	$ 475,826
Federal government grants	285,295	590,000
GST recoverable	216,054	201,256
Other accounts receivable	84,529	225,984
	$ 1,217,964	$ 1,493,066

4. CAPITAL ASSETS

	Cost	Accumulated Amortization	Net Book Value 2002	Net Book Value 2001
Land	$ 128,374	$ ---	$ 128,374	$ 128,374
Buildings	26,187,809	(13,022,786)	13,165,023	13,313,954
Equipment	1,805,670	(959,009)	846,661	359,947
Vehicles	1,921,758	(1,060,144)	861,614	821,622
	$ 30,043,611	$ (15,041,939)	$ 15,001,672	$ 14,623,897

5. DEFERRED REVENUE

	2002	2001
2002-03 one time grant funding	$ 94,403	$ ---
SQRP grants	317,003	226,443
Modernization block grants	317,729	716,600
One time grant	---	283,886
Other revenues	82,263	70,865
	$ 811,398	$ 1,297,794

6. DEFERRED CAPITAL ALLOCATIONS

	Opening	Grants received or receivable	Transfer to Unamortized Capital Allocations	Closing
Two Hills School modernization	$ ---	$ 4,188,747	$ (662,451)	$ 3,526,296
Interest earned - available for future projects	---	85,475	---	85,475
	$ ---	$ 4,274,222	$ (662,451)	$ 3,611,771

7. UNAMORTIZED CAPITAL ALLOCATIONS

	2002	2001
Consisting of:		
Opening balance	$ 7,792,244	$ 7,783,322
Transfer from deferred capital allocations - Note 6	662,451	---
Supported debenture and capital loan principal repayments	577,736	608,583
Less capital allocation for amortization	(592,680)	(599,661)
	$ 8,439,751	$ 7,792,244

8. LONG TERM DEBT

Debenture Debt - Supported

The debenture debt bears interest at rates that vary between 7.875% and 12%. The debenture debt is fully supported by Alberta Finance. The current portion of long term debt consists entirely of amounts payable by Alberta Finance on supported debt, therefore, the working capital (current assets minus current liabilities) is understated by this amount. Debenture payments due over the next five years and beyond are as follows:

	2002	2001
Debentures	$ 4,916,543	$ 5,494,279
Less current portion of debt	548,126	650,000
Long term debt	$ 4,368,417	$ 4,844,279

	Principal	Interest	Total
2002-2003	$ 548,126	$ 516,544	$ 1,064,670
2003-2004	540,909	458,526	999,435
2004-2005	528,776	401,311	930,087
2005-2006	519,240	345,324	864,564
2006-2007	500,073	290,411	790,484
2007 to maturity	2,279,419	832,040	3,111,459
	$ 4,916,543	$ 2,844,156	$ 7,760,699

9. OPERATING RESERVES

		Opening		Transfer to Reserves		Transfers From Reserves		Closing
Instruction	$	1,561,121	$	131,146	$		$	1,692,267
Administration		691,222		117,107				808,329
Election		20,000						20,000
Operations/Maintenance		1,067,921		324,344		(721,674)		670,591
Transportation		226,081		15,170				241,251
BGRP		50,000						50,000
	$	3,616,345	$	587,767	$	(721,674)	$	3,482,438

Reserves are established at the discretion of the Board of Trustees of the jurisdiction or externally, to set aside funds for operating and for future capital expenditures. Such reserves are appropriations of accumulated surplus.

10. CAPITAL RESERVES

		Opening		Transfer to Reserves		Transfers From Reserves		Closing
Equipment	$	76,527	$		$		$	76,527
Vehicles		26,882						26,882
Balance, end of period	$	103,409	$		$	-	$	103,409

11. SCHOOL GENERATED FUNDS

		2002		2001
Balance, beginning of year	$	428,549	$	434,916
Source of school generated funds (SGF)				
SGF for the year		810,908		914,052
Less cost of generating SGF		(610,578)		(646,310)
Donations received		72,118		---
Net SGF additions for the year		272,448		267,742
Net SGF available for discretionary spending		700,997		702,658
SGF expended for discretionary purposes		(206,259)		(274,109)
Balance, end of year	$	494,738	$	428,549

12. DISCLOSURE OF SALARY AND BENEFITS

	FTE		Salaries & Wages		Benefits & Allowances		Total		Reimbursed Expenses
Lorne Buryn - Chairman	1	$	15,500	$	3,554	$	19,054	$	6,531
Other Board Members:									
Terry Laboucane	1		12,250		9		12,259		3,936
Darrell Younghans	1		10,700		2,916		13,616		6,048
Shelley Dyck	1		14,025		2,735		16,760		9,980
Peter Karbashewski	0.16		1,400		522		1,922		301
Ron Rudkowsky	0.84		12,525		1,576		14,101		5,615
Rhea Looy	1		13,650		2,586		16,236		6,315
Ed Sosnowski	1		9,950		3,363		13,313		4,882
Doug Yeo (Superintendent)	1		100,939		7,892		108,831		14,073
Jean Champagne (Sec Treas)	1		83,163		12,555		95,718		3,285
Salaries - Certificated	257		15,686,138		1,755,029		17,441,167		206,927
Salaries - Uncertificated	326		5,712,090		1,099,197		6,811,287		42,364
		$	21,672,330	$	2,891,934	$	24,564,264	$	310,257

13. MEASUREMENT UNCERTAINTY

These financial statements have been prepared in accordance with Canadian generally accepted accounting principles which require management to make estimates and assumptions that affect the reported amounts of capital assets at the date of the financial statements and the reported amounts of amortization expense during the reporting period. Actual results could differ from the estimates.

14. COMMITMENT

Modernization project at Two Hills High School is in progress at year end. Government funding for the project has already been received to cover substantial costs of the modernization. Combined costs of the project is expected to be $3.9 Million and 100% of funding will come from government grants.

15. CONTINGENCIES

Contingent Liability

The jurisdiction is a member of the Alberta Local Authorities Reciprocal Insurance Exchange (Alaire). Under the terms of membership the jurisdiction could become liable for its proportionate share of any claim losses in excess of the funds held by the exchange. Any liability incurred would be accounted for as a current transaction in the year the losses are determined.

16. BUDGET AMOUNTS

The budget was prepared by the school jurisdiction management with the Board of Trustees approval given on May 24, 2001. It is presented for information purposes only and has not been audited.

School Jurisdiction Code: 2185

SCHEDULE A to the AFS
ALLOCATION OF REVENUES AND EXPENSES TO PROGRAMS - 2001-200

REVENUES		TOTAL	Early Childhood Services	Total Instruction (Grades 1 to 12)	Operations and Maintenance of Schools & Maintenance Shops	Transportation	Board & System Adminstration: Board Governance	Board & System Adminstration: System Admintration	Board & System Adminstration: Total Board & System Admin.	External Services
Alberta Learning allocations										
(1) Instruction block		$16 792 639	$842 565	$15 950 274						
(2) Support block		$4 349 075			$1 187 561	$2 073 704			$1 087 810	
(3) Instruction & support block reallocations		$0	$14 677	($9 148)	$0	($5 529)			$0	$0
(4) Alberta Initiative for School Improvement (AISI)		$468 270	$0	$468 270						
(5) Student Health Initiative (SHI)		$0	$0							$0
(6) Teacher Salary Enhancement (TSE)		$660 862	$0	$660 862					$0	$0
(7) Regional Assessment Services (4 boards only)		$0								$0
(8) Regional P.D. Consortium (6 boards only)		$0								$0
(9) Other Alberta Learning revenues		$358 447	$0	$358 447	$0	$0			$0	$0
(10) **Total Alberta Learning Revenue**		$22 629 493	$857 242	$17 428 705	$1 187 561	$2 068 175			$1 087 810	$0
Alberta Infrastructure										
(11) Expensed Block Mod. Block BQRP support		$1 132 028		$0	$1 132 028					
(12) Operations and Maintenance support		$995 435			$995 435					
(13) **Total Alberta Infrastructure Revenue**		$2 127 463		$0	$2 127 463					
(14) **Alberta Finance**		$548 607		$0	$548 607	$0			$0	
(15) **Other - Government of Alberta**		$59 800	$0	$55 000	$4 800	$0			$0	$0
(16) **Federal Government and/or First Nations**		$6 907 127	$143 771	$5 508 898	$951 282	$17 825			$285 351	$0
(17) **Other Alberta school authorities**		$500	$500		$0	$0			$0	$0
(18) **Out of province local authorities**		$0	$0	$0	$0	$0			$0	$0
(19) **Alberta municipalities (excl. supplementary requisitions)**		$0	$0	$0	$0	$0			$0	$0
(20) **Instruction resource fees**		$217 061	$5 177	$211 884						
(21) **Transportation fees**		$37 387				$37 387				
(22) **Other sales and services**		$255 870	$0	$78 490	$139 157	$696			$15 459	$22 068
(23) **Investment income**		$191 608	$5 757	$131 909	$33 743	$12 247			$7 952	$0
(24) **Gifts and donations**		$65 730	$0	$65 730	$0	$0				$0
(25) **Rentals of facilities**		$55 403	$0	$0	$37 751	$17 652			$0	$0
(26) **Net school generated funds**		$206 259		$206 259					$0	
(27) **Gains on disposal of capital assets**		$0	$0	$0		$0			$0	$0
(28) **Amortization of capital allocations**		$592 680		$0	$592 680	$0				
(29) **TOTAL REVENUES**	$33 894 968	$33 894 968	$1 012 447	$23 686 875	$5 623 044	$2 153 962			$1 396 572	$22 068
EXPENSES										
(30) **Certificated salaries**		$15 787 075	$430 089	$15 048 679				$308 307	$308 307	$0
(31) **Certificated benefits**		$1 762 920	$46 788	$1 688 153				$27 979	$27 979	$0
(32) **Uncertificated salaries and wages**		$5 885 253	$249 189	$3 643 983	$1 162 919	$373 495	$90 000	$365 667	$455 667	$0
(33) **Uncertificated benefits**		$1 129 016	$38 222	$739 674	$223 535	$46 937	$17 261	$63 387	$80 648	$0
(34) **SUB - TOTAL**		$24 564 264	$764 288	$21 120 489	$1 386 454	$420 432	$107 261	$765 340	$872 601	$0
(35) **Services, contracts & supplies**		$7 439 510	$57 262	$2 137 363	$3 249 441	$1 568 625	$103 899	$300 852	$404 751	$22 068
(36) **Cost recoveries & transfers (must balance to zero)**		$0	$0	$0	$0	$0	$0	$0	$0	$0
(37) **Net school generated funds**		$206 259		$206 259						
Capital and debt services										
Amortization of capital assets										
(38) Supported		$592 680	$0	$0	$592 680	$0	$0		$0	$0
(39) Unsupported		$367 436	$0	$178 479	$24 547	$135 273	$0	$29 137	$29 137	$0
(40) Total Amortization		$960 116	$0	$178 479	$617 227	$135 273	$0	$29 137	$29 137	$0
Interest on capital debt										
(41) Supported		$548 607	$0	$0	$548 607	$0	$0	$0	$0	$0
(42) Unsupported		$0	$0	$0	$0	$0	$0	$0	$0	$0
(43) Other interest charges		$2 113	$0	$0	$0	$0	$0	$2 113	$2 113	$0
(44) Losses on disposal of capital assets		$0	$0	$0	$0	$0	$0	$0	$0	$0
(45) **TOTAL EXPENSES**	$33 720 869	$33 720 869	$821 550	$23 642 590	$5 801 729	$2 124 330	$211 160	$1 097 442	$1 308 602	$22 068
(46) Surplus(deficit) Before Funding Allocated for Capital Purposes		$174 099	$190 897	$44 285	($178 685)	$29 632			$87 970	$0
TOTAL applicable number of students/children		3 863	280	3 723	3 863	1 771			3 863	
AVERAGE PROGRAM COSTS per applicable student/child		$8 729	$2 934	$6 350	$1 502	$1 200			$339	

SCHEDULE B1 to the AFS
INSTRUCTION Grades 1 to 12 Program 2001-2002 Expenses

EXPENSES	INSTRUCTION (Grades 1 to 12) All Student Instruction	School Admin. & Instruction Support	System Instruction Support	Mildly & Moderately Disabled and Gifted & Talented	Severely Disabled	Alberta Initiative for School Improvement	Student Health Initiative	Total Instruction (Grades 1 to 12)
Certificated salaries	$12 944 077	$1 553 593	$0	$329 739	$106 719	$114 551	$0	$15,048,679
Certificated benefits	$1 470 541	$159 192	$0	$36 613	$9 660	$12 147	$0	$1,688,153
Uncertificated salaries and wages	$709 222	$856 873	$0	$117 088	$1 841 512	$119 288	$0	$3,643,983
Uncertificated benefits	$127 979	$176 666	$0	$24 530	$387 635	$22 864	$0	$739,674
SUB - TOTAL REMUNERATION	$15 251 819	$2 746 324	$0	$507 970	$2 345 526	$268 850	$0	$21,120,489
Services, contracts & supplies	$1 678 348	$235 617	$0	$15 906	$67 300	$140 192	$0	$2,137,363
Cost recoveries & transfers	$0	$0	$0	$0	$0	$0	$0	$0
Net school generated funds	$206 259							$206,259
Amortization of capital assets								
Supported	$0	$0	$0	$0	$0	$0	$0	$0
Unsupported	$178 479	$0	$0	$0	$0	$0	$0	$178 479
Total Amortization	$178 479	$0	$0	$0	$0	$0	$0	$178 479
Interest on capital debt								
Supported	$0	$0	$0	$0	$0	$0	$0	$0
Unsupported	$0	$0	$0	$0	$0	$0	$0	$0
Other interest charges	$0	$0	$0	$0	$0	$0	$0	$0
Losses on disposal of capital assets	$0	$0	$0	$0	$0	$0	$0	$0
TOTAL EXPENSES	$17 314 905	$2 981 941	$0	$523 876	$2 412 826	$409 042	$0	$23,642,590
FTE Certificated				6	2			
FTE Uncertificated				5	118			

SCHEDULE B2 to the AFS
INSTRUCTION Grades 1 to 12 Program 2001-2002

	AB LEARNING INSTRUCTION BLOCK REVENUE	ALBERTA LEARNING OTHER REVENUE	NON-ALBERTA LEARNING REVENUE	INSTRUCTION BLOCK REALLOCATION	TOTAL REVENUE	TOTAL EXPENSES	NET
Basic Instruction	$12 546 893	$1 487 579	$5 423 236	($9 148)	$19 448 560	$16 363 164	$3,085,396
School Admin & Instruction Support Expenses						$2 981 941	($2,981,941)
System Instruction Support Expenses						$0	$0
Total Basic Instruction	$12 546 893	$1 487 579	$5 423 236	($9 148)	$19 448 560	$19 345 105	$103,455
Sub-Programs & Initiatives							
Severely Disabled	$1 513 725		$623 050		$2 136 775	$2 412 826	($276,051)
English as a Second Language	$96 748				$96 748	$97 052	($304)
Enhanced Opportunities	$0				$0	$0	$0
Native Education Project	$254 275		$0		$254 275	$258 748	($4,473)
Institutional Programs	$588 307				$588 307	$834 761	($246,454)
Sparsity & Distance	$702 582				$702 582		$702,582
Growth & Density	$49 451				$49 451		$49,451
Teacher Assistants Program	$58 227				$58 227	$81 450	($23,223)
Early Literacy Initiative (K-2)	$111 448				$111 448	$150 256	($38,808)
Learning Resources (LRC credit used)	$26 442		$211 884		$238 326	$293 331	($55,005)
Supernet	$0				$0	$0	$0
Technology Integration	$0		$0		$0	$168 560	($168,560)
French as a Second Language(all jurisdictions)	$0				$0	$0	$0
Home Education	$2 176		$0		$2 176	$501	$1,675
Emergent	$0				$0	$0	$0
Total Sub-Programs & Initiatives	$3 403 381		$834 934		$4 238 315	$4 297 485	($59,170)
INSTRUCTION, GRADES 1-12 (**plus Early Lit. ECS)**	$15 950 274	$1 487 579	$6 258 170	($9 148)	$23 686 875	$23 642 590	$44,285

School Jurisdiction Code: 2185

SCHEDULE C to the AFS
SUMMARY OF REVENUE TRANSFERS
BETWEEN ALBERTA LEARNING BLOCK ALLOCATIONS - 2001-2002

	Early Childhood Services	**Instruction (Grades 1 to 12)**	**Operations and Maintenance**	**Transportation**	**Board and System Administration**	**External Services**
Alberta Learning block allocations - Schedule A (Lines 1 & 2)	$842,565	$15,950,274	$1,187,561	$2,073,704	$1,087,810	
Reallocations permitted by the "Funding for School Authorities" manual						
From instruction block to:						
(1) External Services		$0				$0
From ECS component of instruction block:						
(1) Transportation (part of the 2% maximum) (Note)	$0			$0		
(2) Operations and maintenance of schools (part of the 2% maximum) (Note)	$0		$0			
From all or part of maximum 2% of instruction block to:						
(1) Operations and maintenance of schools		$0	$0			
(2) Transportation		$0		$0		
Calculation: 2% of ***$16,792,839*** = ***$335,857*** ***$0***						
From instruction block (Growth & Denisty component) to:						
(1) Operations and maintenance of schools		$0	$0			
(2) Transportation		$0		$0		
Reallocations directed by the board of trustees						
From operations and maintenance of schools block to:						
(1) Transportation			$0	$0		
(2) Instruction		$0	$0			
From transportation block to:						
(1) Operations and maintenance			$0	$0		
(2) Instruction		$5,529		($5,529)		
From board and system administration block to:						
(1) Transportation				$0	$0	
(2) Operations and maintenance of schools			$0		$0	
(3) Instruction		$0			$0	
From within the instruction block and its components:						
(1) Instruction to: Early childhood services (ECS)	$14,677	($14,677)				
(2) ECS to: Instruction	$0	$0				
AMOUNTS REFLECTED ON SCHEDULE A (Line 3)	$14,677	($9,148)	$0	($5,529)	$0	$0

Note: Incremental ECS costs for transportation or O & M funded out of the instruction block should normally be recorded as a cost recovery on Schedule B rather than as a revenue transfer on this schedule

School Jurisdiction Code: 2185

SCHEDULE D to the AFS
CALCULATION OF MAXIMUM ELIGIBLE EXPENSE LIMITS FOR BOARD (GOVERNANCE) AND SYSTEM ADMINISTRATION 2001-2002

STEP 1

Determine the total eligible revenue which is used as the BASE TOTAL to calculate the maximum eligible expense limits for Board and System Administration

Total Revenues (Schedule A):	
Instruction Block - Grades ECS -12 (excluding technology integration and emergent)	$16,792,839
Support Block - Operations & Maintenance	$1,187,561
- Transportation	$2,073,704
SUBTOTAL	$20,054,104
Other Revenues	
Alberta Infrastructure (Operations & Maintenance)	$995,435
Other Alberta Learning revenues (Excluding One-Time Grant)	$0
Other - Government of Alberta (Excluding Alberta Finance)	$59,800
Federal government/First Nations	$6,907,127
Other Alberta school authorities	$500
Out of province local authorities	$0
Alberta municipalities	$0
Other sales and services	$255,870
Interest on investments	$191,608
Rentals of facilities	$55,403
Gains on disposal of capital assets	$0
Amortization of capital allocations	$592,680
School generated funds (Schedule E)	$810,908
BASE TOTAL FOR CALCULATING MAXIMUM EXPENSE LIMITS	**$29,923,436**

STEP 2

Calculation of maximum expense limit PERCENTAGE for Board and System Administration expenses

If "Total Net Enrolled Students" are 6,000 and over	= 4%	**5.15%**
If "Total Net Enrolled Students" are 2,000 and less	= 6%	

The Maximum Expense Limit for Board and System Administration is based on an arithmetical proration for the TOTAL FTE count for grades 1 -12, net of Home Education AND Adult students, between 2,000 to 6,000 at .0005 per FTE.

EXAMPLE: 4,500 FTE count grades 1-12 = 6,000 - 4,500 = 1,500 X .0005 = .75% plus 4% = maximum expense limit of 4.75%

Note: Calculation unnecessary if Total FTE is 6,000 or more, and 2,000 & less.

STEP 3

Calculate maximum expense limit AMOUNTS for Board and System Administration expenses

Maximum Expense Limit percentage (Step 2) x Base Total (Step 1)		$1,540,578
Considerations for Charter Schools and Francophone Boards:		
If Charter School, enter 50,000	0	$0
If Francophone Board, enter 300000	0	$0
(If none of these considerations apply, leave the above cells blank)		
MAXIMUM EXPENSE LIMIT		**$1,540,578**

STEP 4

Compare maximum expense limit amounts calculated in Step 3 to actual expenses (from Schedule A)

Actual Board Governance & Sysem Administration expenses	$1,308,602
PLUS: transfers to Restricted - Operating (Board/System Administration)	$117,107
LESS: transfers from Restricted - Operating (Board/System Administration)	$0
TOTAL BOARD GOVERNANCE & SYSTEM ADMINISTRATION EXPENSES	$1,425,709
Maximum Expense Limit for Board & System Administration (Step 3)	$1,540,578
ACTUAL EXPENSES - OVER(UNDER) MAXIMUM EXPENSE LIMIT	-$114,869

School Jurisdiction Code: 2185

SCHEDULE E to the AFS
SOURCE & APPLICATION OF SCHOOL GENERATED FUNDS (SGF) - 2001-2002

Unexpended SGF - Opening Balance August 31, 2001		$428,549
Source of School Generated Funds:		
Total School Generated Funds for the year (Note 1)	$810,908	
Less: SGF - related cost recoveries (Note 2)	$610,578	
- capitalized at the District level	$0	
Net Total	$200,330	
Plus: Donations Received (Note 3)	$72,118	
Equals: Net Additions to SGF		$272,448
Net SGF Available for discretionary spending		$700,997
Net SGF revenue and Net SGF expense - per schedule A, line 26 and line 37		
Net expended SGF for discretionary purposes (Note 4)		$206,259
Unexpended SGF - Closing Balance August 31, 2002		$494,738

Note 1 Excludes fees collected pursuant to Section 60(2)(j) of the School Act (e.g. instruction materials and technology fees determined by board policy or resolution). This is the amount used to calculate the administrative cap. See Schedule E.

Note 2 These are the expenses (a) incurred in generating SGF (e.g. fundraising expenses, printing of tickets, payment to DJ at school dance, cost of goods sold for school cafeteria/servery, staffing and supplies for a dinner, raffle prizes, supplies for a car wash, book fair purchases, meals for lunch program), or (b) collected and disbursed for the benefit of individual students (e.g. cost of field trips for student activities not leading to CEU's). Monies collected for CEU-related activities are not SGF. They are recorded as instruction fees.

Note 3 Donations are restricted to cash; gifts in kind are treated as board assets, not SGF. Amounts are net of related expenses.

Note 4 Only SGF expended for discretionary purposes are recorded as revenue and expense; unexpended funds are carried forward on the balance sheet to the succeeding year. Any capital items purchased with SGF should be treated as a SGF-related cost recovery.

School Jurisdiction Code: 2185

SCHEDULE F to the AFS

Operations and Maintenance Program 2001-2002 Expenses

EXPENSES	Operations and Maintenance								
	Maintenance Office & Shop Administration	Preventative Maintenance	Custodial	Fire/Security/ Safety Systems	Sites and Grounds Maintenance	Utilities and Communications	Expensed Block BQRP/Mod.	Capital & Debt Services and Transfers	Total Operations and Maintenance
Uncertificated salaries and wages	$95,335	$253,792	$813,792	$0	$0	$0	$0		$1,162,919
Uncertificated benefits	$19,067	$50,758	$153,710	$0	$0	$0	$0		$223,535
SUB - TOTAL REMUNERATION	$114,402	$304,550	$967,502	$0	$0	$0	$0		$1,386,454
Contracted Services	$3,550	$184,938	$81,429	$25,975	$34,432	$14,956	$1,985,625		$2,330,905
Supplies	$5,400	$92,664	$104,900		$8,210		$0		$211,174
Electricity						$365,538			$365,538
Natural Gas/Heating Fuel						$301,486			$301,486
Sewer and Water						$40,338			$40,338
Cost recoveries & transfers								$0	$0
Amortization of capital assets									
Supported								$592,680	$592,680
Unsupported	$0	$0	$0	$0	$0	$0	$0	$24,547	$24,547
Total Amortization	$0	$0	$0	$0	$0	$0	$0	$617,227	$617,227
Interest on capital debt									
Supported								$548,607	$548,607
Unsupported								$0	$0
Other interest charges								$0	$0
Losses on disposal of capital assets								$0	$0
TOTAL EXPENSES	$123,352	$582,152	$1,153,831	$25,975	$42,642	$722,318	$1,985,625	$1,165,834	$5,801,729
FTE Uncertificated (Board/Contract)	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0

Notes:

Maintenance Office & Shop Administration:	Includes all maintenance office related remuneration, supplies, services and contracts
Preventative Maintenance:	Includes all structural, architectural, mechanical and electrical maintenance items identified below - activities required for operating and maintaining the structure, envelope, roof, parkade, ramps/fire escapes, fixed exterior walls, exterior finishes of the buildings and outside doors/other barriers - activities for purchase, installation, maintenance and repair of mechanical and electrical systems for the maintenance buildings and schools
Custodial:	Includes all the activities required for ensuring the buildings are kept in a clean and tidy condition
Fire/Security/Safety Systems:	Includes all activities required for fire prevention/alarms systems, security personnel and alarm systems, detection systems and related safety systems for the property
Sites & Grounds Maintenance:	Sites & Grounds Maintenance: includes all activities required for maintenance and upkeep of exterior grounds, parking lots, athletic fields including snow removal and lawn care
Utilities & Communications:	Includes all cost related to electricity(light & power), natural gas and other heating fuels, sewer & water and all forms of communications
Expensed Block BQRP/Mod:	Includes all non-capital activities related to Block BQRP/Modernization expensed by the jurisdiction
Capital & Debt Services:	Includes all activities related to supported school amortization and debt interest expense. All unsupported amortization is allocated to the appropriate sub-categories

School Jurisdiction Code: 2185

SCHEDULE G to the AFS
DISCLOSURE OF SALARIES AND BENEFITS - 2001-2002
(SECTION 126.1 OF THE SCHOOL ACT)

		FTE's or Individuals	Remuneration	Benefits	Allowances	Performance Bonuses	ERIP's / Other	Total	Expenses
Board of Trustees:									
Chairman									
Name Buryn, Lorn		1	$15,500	$3,554	$0	$0	$0	$19,054	$6,531
Board Members:									
Name LaBoucane, Terr		1	$12,250	$9	$0	$0	$0	$12,259	$3,936
Name Sosnowski, Ec		1	$9,950	$3,363	$0	$0	$0	$13,313	$4,882
Name Dyck, Shelle		1	$14,025	$2,735	$0	$0	$0	$16,760	$9,980
Name Karbashewski, Pete		0.16	$1,400	$522	$0	$0	$0	$1,922	$301
Name Rudkowsky, Ro		0.84	$12,525	$1,576	$0	$0	$0	$14,101	$5,615
Name Looy, Rhe		1	$13,650	$2,586	$0	$0	$0	$16,236	$6,315
Name Younghans, Darre		1	$10,700	$2,916	$0	$0	$0	$13,616	$6,048
Name		0	$0	$0	$0	$0	$0	$0	$0
Name		0	$0	$0	$0	$0	$0	$0	$0
Name		0	$0	$0	$0	$0	$0	$0	$0
Subtotal		**7**	**$90,000**	**$17,261**	**$0**	**$0**	**$0**	**$107,261**	**$43,608**
Superintendent Doug Yeo	(2)	1	$100,939	$7,892	$0	$0	$0	$108,831	$14,073
Secretary/Treasurer Jean Champagne	(2)	1	$83,163	$12,555	$0	$0	$0	$95,718	$3,285
Secretary	(2)	0	$0	$0	$0	$0	$0	$0	$0
Treasurer	(2)	0	$0	$0	$0	$0	$0	$0	$0
Certificated Salaries	(1)	257	$15,686,138	$1,755,029	$0	$0	$0	$17,441,167	$206,927
Uncertificated Salaries & Wages	(1)	326	$5,712,090	$1,099,197	$0	$0	$0	$6,811,287	$42,364
TOTALS			**$21,672,330**	**$2,891,934**	**$0**	**$0**	**$0**	**$24,564,264**	**$310,257**
							Sub-Total of Salaries and Benefits from Schedule A	$24,564,264	

Notes: Please refer to completion information on page 15

(1) Full time equivalents (FTE's)

(2) Employed or contracted

School Jurisdiction Code: 2185

SCHEDULE G1 to the AFS

DISCLOSURE OF SALARIES AND BENEFITS *(SECTION 148.1 OF THE SCHOOL ACT)*

COMPLETION INFORMATION

(1) Salary and benefits consist of and agree with the amounts properly recorded in the school jurisdiction's payroll records and related object codes for salaries, wages and benefits.

(2) **Remuneration** includes regular base salaries, administrative allowances, overtime, lump sum payments EXCEPTING TERMINATION BENEFITS (See #10A below), honoraria, deferred salary leave accruals and any other direct cash remuneration EXCEPTING PERFORMANCE PAY (See #10 below).

(3) Certificated salaries include the aggregate of all payments for certificated staff regardless of the length, nature or definition of the employment agreement. The number of full time equivalent staff should be measured as at September 30.

(4) Uncertificated salaries and wages should be measured in terms of the number of individuals employed as at September 30.

(5) Salary and benefits information should be the aggregate amount covering the same fiscal period as the audited financial statements.

(6) Salary must include deferred salary accruals.

(7) Salary includes only payments for services subject to an employer-employee relationship.

(8) **Benefits** include the employer's share of all employee benefits and contributions or payments made on behalf of employees including retirement pensions, Canada pension plan (CPP), employment insurance (EI), health care, dental coverage, vision coverage, out of country medical benefits, group life insurance, accidental disability and dismemberment insurance, long and short term disability plans.

(9) **Allowances** include all monies paid to an employee as miscellaneous **negotiated** allowances. This category will include car or travel allowances, isolation allowances, relocation expenses, sabbaticals, special leave with pay, financial and retirement planning services, and club memberships. ADMINISTRATIVE ALLOWANCES are included in **Remuneration**.

(10) **Performance Bonuses** include those monies paid to employees of the school authority that are tied to the achievement of some specifed goal or objective.

(10A) **Other** includes termination benefits ((severance pay, retiring allowances (ERIP's), sick leave and other settlement costs due to loss of employment).

(11) **Expenses** will include the reimbursements of travel, subsistence, moving costs, conference fees, etc., paid by the employee **or on his/her behalf** in performing the responsibilities of employment.

(12) The superintendent's remuneration is in terms of one individual who is the Chief Executive Officer. Benefits for the superintendent do not include Alberta Learning contributions to the Teachers Retirement Fund pension plan.

(13) A position should include salary, benefits and allowances earned by an individual who officially acted in a position while it was vacant. If a position was vacant and no one acted in the position, the position should not be disclosed.

(14) Benefits and allowances need not include an amount for automobile, housing or other benefits for which a value cannot be reasonably estimated.

(15) If a position is occupied by more than one individual during a year, the aggregate salary, benefits and allowances earned by the individuals in the position should be disclosed. An explanatory note should indicate the number of individuals.

School Jurisdiction Code: 38

AUDITED
FINANCIAL STATEMENTS
and Supporting Schedules
FOR THE YEAR ENDED AUGUST 31, 2002

[School Act, Sections 147(2)(a), 151(1) and 276]

ST. THOMAS AQUINAS ROMAN CATHOLIC S.R.D. #38
Name of School Jurisdiction

4906 - 49 AVENUE, LEDUC, ALBERTA T9E 6W6
Mailing Address

Tel: 780-986-2500 Fax: 780-986-8620
Telephone and Fax Numbers

SCHOOL JURISDICTION MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The financial statements and supporting schedules St. Thomas Aquinas Roman Catholic Separate Regional Division No. 38
(Name of School Jurisdiction)
presented to Alberta Learning have been prepared by school jurisdiction management which has responsibility for their preparation, integrity and objectivity. The financial statements and schedules, including notes, have been prepared in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

In fulfilling its reporting responsibilities, management has maintained internal control systems and procedures designed to provide reasonable assurance that the school jurisdiction's assets are safeguarded, that transactions are executed in accordance with appropriate authorization and that accounting records may be relied upon to properly reflect the school jurisdiction's transactions. The effectiveness of the control systems is supported by the selection and training of qualified personnel, an organizational structure that provides an appropriate division of responsibility and a strong budgetary system of control.

Board of Trustees Responsibility
The ultimate responsibility for the financial statements lies with the Board of Trustees. The Board reviewed the financial statements with management in detail and the Board approved the financial statements for release.

External Auditors
The Board appoints external auditors to audit the financial statements and meets with the auditors to review their findings. The external auditors have full and free access to school jurisdiction records.

Declaration of Management and Board Chairman
To the best of our knowledge and belief, these financial statements and supporting schedules reflect, in all material respects, the financial position and results of operations and cash flows for the year in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

BOARD CHAIRMAN

Fred Calkins
Name
Signature

SUPERINTENDENT

Metro Huculak
Name
Metro Huculak
Signature

SECRETARY TREASURER OR TREASURER

Jeff Redmond
Name
Signature

November 28 2002.
Dated:

c.c. ALBERTA LEARNING, School [illegible]
[illegible] Commerce Place, [illegible]
[illegible]
[illegible]

School Jurisdiction Code: 0020

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Grant Thornton LLP
Chartered Accountants
Management Consultants
Canadian Member of
Grant Thornton International

Grant Thornton

Auditors' Report

To the Board Of Trustees of
St. Thomas Aquinas Roman Catholic Separate Regional Division No. 38

We have audited the statement of financial position of the St. Thomas Aquinas Roman Catholic Separate Regional Division No. 38 as at August 31, 2002 and the statements of revenues and expenses, cash flows, changes in net assets and capital allocations for the year then ended. These financial statements are the responsibility of the regional division's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform the audit to obtain reasonable assurance as to whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the financial position of the regional division as at August 31, 2002 and the results of its operations, its cash flows, net assets and capital allocations for the year then ended in accordance with Canadian generally accepted accounting principles.

Our audit was conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The supplementary information included in Schedules A through G is presented for the purposes of additional analysis and is not a required part of the basic financial statements. Such supplementary information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

Grant Thornton LLP
Chartered Accountants

Wetaskiwin, Canada
November 26, 2002

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Wetaskiwin, AB
T9A 0V2
Tel: (780) 352-1679
(780) 421-4631
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School Jurisdiction Code: 0020

STATEMENT OF FINANCIAL POSITION

as at August 31

(in dollars)

		2002	2001 Restated
ASSETS			
Current assets			
Cash and temporary investments		$4,295,721	$1,926,140
Accounts receivable (net after allowances)			
Province of Alberta		$428,823	$1,465,052
Federal Government and/or First Nations		$596,817	$239,824
Alberta municipalities		$191,956	$315,243
Other Alberta school jurisdictions		$0	$0
Other		$66,994	$35,459
Prepaid expenses		$157,573	$39,267
Other current assets		$108,141	$107,390
Total current assets		$5,846,025	$4,128,375
School generated assets		$146,639	$122,016
Trust assets		$61,140	$88,566
Capital assets			
Land		$669,686	$669,686
Buildings	$22,828,982		
Less: accumulated amortization	($7,703,457)	$15,125,525	$13,860,628
Equipment	$751,347		
Less: accumulated amortization	($572,887)	$178,460	$270,125
Vehicles	$116,173		
Less: accumulated amortization	($76,642)	$39,531	$26,136
Total capital assets		$16,013,202	$14,826,575
TOTAL ASSETS		$22,067,006	$19,165,532
LIABILITIES			
Current liabilities			
Bank indebtedness		$0	$0
Accounts payable and accrued liabilities			
Province of Alberta		$669,948	$782,257
Federal Government and/or First Nations		$0	$0
Alberta municipalities		$0	$0
Other Alberta school jurisdictions		$5,694	$6,440
Other		$967,396	$436,504
Deferred revenue		$901,244	$879,289
Deferred capital allocations		$1,818,145	$916,458
Current portion of all long term debt		$645,425	$645,425
Total current liabilities		$5,007,852	$3,666,373
School generated liabilities		$146,639	$122,016
Trust liabilities		$61,140	$88,566
Unfunded employee future benefit liability		$0	$0
Long term debt			
Supported: Debentures and other supported debt		$6,492,706	$7,138,131
Less: Current portion of supported debt		($645,425)	($645,425)
Unsupported: Debentures and Capital Loans		$0	$0
Capital Leases		$0	$0
Mortgages		$0	$0
Less: Current portion of unsupported debt		$0	$0
Unamortized capital allocations		$8,468,394	$6,611,885
Total long term liabilities		$14,523,454	$13,315,173
TOTAL LIABILITIES		$19,531,306	$16,981,546
NET ASSETS			
Unrestricted net assets		$82,131	$391,669
Operating Reserves		$1,401,467	$715,758
Accumulated Operating Surplus (Deficit)		$1,483,598	$1,107,427
Investment in capital assets		$1,052,102	$1,076,559
Capital Reserves		$0	$0
Total Capital Funds		$1,052,102	$1,076,559
Total net assets		$2,535,700	$2,183,986
TOTAL LIABILITIES AND NET ASSETS		$22,067,006	$19,165,532

School Jurisdiction Code: 0020

STATEMENT OF REVENUES AND EXPENSES

for the Year Ended August 31

(in dollars)

	Actual 2002	Budget 2002 (1)	Actual 2001 (2) Restated
REVENUES			
Alberta Learning	$11,896,279	$12,433,087	$11,976,959
Alberta Infrastructure	$810,947	$0	$195,175
Alberta Finance	$756,309	$800,000	$818,884
Other Government of Alberta	$25,973	$0	$13,529
Federal Government and/or First Nations	$1,085,940	$873,820	$916,148
Other Alberta school authorities	$0	$0	$0
Out of province local authorities	$61,000	$0	$0
Alberta Municipalities (excluding supplementary requisitions)	$0	$0	$0
Instruction resource fees	$105,560	$148,005	$130,280
Transportation fees	$14,550	$21,035	$17,448
Other sales and services	$42,261	$0	$7,481
Investment income	$96,140	$59,000	$55,120
Gifts and donations	$916	$0	$890
Rentals of facilities	$7,585	$0	$6,713
Net school generated funds	$328,947	$300,000	$291,093
Gains on disposal of capital assets	$0	$0	$0
Amortization of capital allocations	$614,805	$570,000	$566,872
Total Revenues	$15,847,212	$15,204,947	$14,996,592
EXPENSES			
Certificated salaries	$7,812,408	$7,793,970	$7,400,122
Certificated benefits	$844,610	$1,076,182	$824,009
Uncertificated salaries and wages	$1,980,849	$1,710,679	$1,799,827
Uncertificated benefits	$372,263	$320,000	$319,722
Services, contracts and supplies	$2,718,545	$2,581,907	$2,871,773
Net school generated funds	$328,947	$300,000	$291,093
Capital and debt services			
Amortization of capital assets			
Supported	$562,875	$570,000	$566,872
Unsupported	$127,363	$120,000	$114,634
Total Amortization of capital assets	$690,238	$690,000	$681,506
Interest on capital debt			
Supported	$695,711	$800,000	$762,701
Unsupported	$0	$0	$0
Total Interest on capital debt	$695,711	$800,000	$762,701
Other interest charges	$0	$0	$0
Losses on disposal of capital assets	$51,927	$0	$0
Total Expenses	$15,495,498	$15,272,738	$14,950,753
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES BEFORE FUNDING ALLOCATED FOR CAPITAL PURPOSES	$351,714	($67,791)	$45,839
Block BQRP revenue used for capital purposes	$0	$0	$0
Block MOD revenue used for capital purposes	$0	$0	$0
1999 One-time grant revenue used for capital purposes	$0	$0	$0
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES	$351,714	($67,791)	$45,839

Note (1) 2001-2002 budget numbers as restated or taken from the finalized Budget Report pursuant to section 147(2)(b) of the School Act.

Note (2) 2000-2001 actuals as restated or taken from the finalized audited financial statements pursuant to Section 147(2)(a) of the School Act.

School Jurisdiction Code: 0020

STATEMENT OF CASH FLOWS

for the Year Ended August 31

(in dollars)

	2002	2001 Restated
CASH FLOWS FROM:		
A. OPERATIONS		
Surplus (deficit) of revenues over expenses for the year	$351,714	$45,839
Add (Deduct) items not requiring cash:		
Amortization of capital allocations revenue	($614,805)	($566,872)
Total amortization expense	$690,238	$681,506
Gains on disposal of capital assets	$0	$0
Losses on sale of capital assets	$51,927	$0
Changes in accrued accounts:		
Accounts receivable	$770,988	($702,210)
Prepaids and other current assets	($119,057)	($2,657)
Payables and accrued liabilities	$417,837	$253,212
Deferred revenue	$21,955	($79,350)
Unfunded employee future benefit expense (recovery)	$0	$0
Other (e.g. change in net trust liabilities)	$0	$0
Total sources (uses) of cash from Operations	$1,570,797	($370,532)
B. INVESTING ACTIVITIES		
Purchases of capital assets		
Land	$0	$0
Buildings	($1,907,619)	($549,834)
Equipment	($36,243)	($77,006)
Vehicles	($28,929)	($24,083)
Proceeds from disposal of capital assets	$0	$0
Other (describe)	$0	$0
Total sources (uses) of cash from Investing activities	($1,972,791)	($650,923)
C. FINANCING ACTIVITIES		
Capital allocations received	$2,771,575	$1,498,771
Issue of long term debt	$0	$0
Repayment of long term debt	($645,425)	($645,425)
Add back: supported portion	$645,425	$645,425
Total sources (uses) from Financing activities	$2,771,575	$1,498,771
Net sources (uses) of cash equivalents* during year	$2,369,581	$477,316
Cash Equivalents at the beginning of the year	$1,926,140	$1,448,824
Cash Equivalents at the end of the year $4,295,721	$4,295,721	$1,926,140

Note: Cash equivalents consist of:
- cash and temporary investments
- bank indebtedness

School Jurisdiction Code: 0

STATEMENT OF CHANGES IN NET ASSETS

for the Year Ended August 31, 2002
(in dollars)

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)	(14)	(15)
	TOTAL	INVESTMENT	UNRESTRICTED	TOTAL RESTRICTED	RESTRICTED NET ASSETS										
					School Based		Alberta Infrastructure			Board & System Admin.		Transportation		External Services	
	NET ASSETS (Columns 2+3+4	IN CAPITAL ASSETS	NET ASSETS	NET ASSETS Columns 5 to 15	Unsupported Operating Reserves	Unsupported Capital (Vehicle, Equip) Reserves	Unsupported O& M Operating Reserves	Supported School (Bldg/Land) Capital Reserves	Unsupported Capital (Bldg, Vehicle,Equip) Reserves	Unsupported Operating Reserves	Unsupported Capital (Bldg, Vehicle,Equip) Reserves	Unsupported Operating Reserves	Unsupported Capital (Bldg, Vehicle,Equip) Reserves	Unsupported Operating Reserves	Unsupported Capital (Bldg, Vehicle,Equip) Reserves
Balance at August 31, 2001	$2,329,456	$1,076,559	$537,139	$715,758	$421,538		$109,755	$0	$0	$184,465	$0	$0	$0	$0	$0
Prior period adjustments (describe)															
See Note 3	($145,470)	$0	($145,470)	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
Adjusted Balance, Aug. 31, 2001	$2,183,986	$1,076,559	$391,669	$715,758	$421,538	$0	$109,755	$0	$0	$184,465	$0	$0	$0	$0	$0
Surplus(def) of revenue over expenses	$351,714		$351,714												
Block BQRP funded capital transactions		$0	$0												
Block MOD funded capital transactions		$0	$0												
Board funded capital transactions		$102,903	($102,903)	$0	$0		$0		$0	$0	$0	$0	$0	$0	$0
Donations of non-amortizable assets	$0	$0													
Amortization of capital assets		($690,238)	$690,238												
Amortization of capital allocations		$614,805	($614,805)												
Disposal of unsupported capital assets		$0	$0	$0		$0			$0		$0		$0		$0
Disposal of supported capital assets	$0	($51,927)	$51,927	$0				$0							
Debt principal payments (unsupported)		$0	$0	$0	$0	$0	$0	$0	$0	$0	$0				
Net transfers to operating reserves			($795,464)	$795,464	$768,303	$0	$0	$0	$0	$27,161	$0	$0	$0	$0	$0
Net transfers from operating reserves			$109,755	($109,755)	$0	$0	($109,755)	$0	$0	$0	$0	$0	$0	$0	$0
Net transfers to capital reserves			$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
Net transfers from capital reserves	$0		$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
Balance at August 31, 2002	$2,535,700	$1,052,102	$82,131	$1,401,467	$1,189,841	$0	$0	$0	$0	$211,626	$0	$0	$0	$0	$0

School Jurisdiction Code: 0020

STATEMENT OF CAPITAL ALLOCATIONS
(SUPPORTED CAPITAL FINANCING ONLY)
for the Year Ended August 31, 2002

(in dollars)

		Deferred Capital Allocations	Unamortized Capital Allocations
Balance at August 31, 2001		$916,458	$6,611,885
Add:			
Capital allocations from:	AB Infrastructure - New/Modernization Project	$2,727,575	
	Other Government of Alberta	$0	
	Federal Government and/o First Nations	$0	
	Alberta Municipalities	$0	
	Other Alberta school jurisdictions	$0	
	Other	$44,000	
Interest earned on provincial government capital allocations		$0	
Other capital grants and donations		$0	
Insurance proceeds		$0	
Donated capital assets (depreciable, at Fair Market Value)			$0
Transferred in capital assets (depreciable, at Net Book Value)			$0
Current Year Debenture Principal Repayment			$645,425
Expended capital allocations - current year		($1,869,888)	$1,869,888
Less:			
Unamortized Capital Allocation affected by a disposal through transfer out			$95,929
Capital allocations amortized to revenue			$562,875
Balance at August 31, 2002		$1,818,145	$8,468,394

St. Thomas Aquinas Roman Catholic Separate Regional Division #38 Notes to the Financial Statements

August 31, 2002

1. Authority and purpose

The Regional Division delivers education programs under the authority of the School Act, Chapter S-3, Statues of Alberta, January 1, 2002.

The Regional Division receives block allocations for instruction and support under Regulation 72/95. The Regulation limits funding and expenses for administration. It permits the Division within specified limits, to reallocate funding between the instruction and support blocks.

As a not-for-profit organization under the Income Tax Act, the School Division is not subject to either federal or provincial income taxes.

2. Summary of significant accounting policies

These financial statements have been prepared in accordance with Canadian generally accepted accounting principles (GAAP) and accounting policies consistent with those prescribed by Alberta Learning for Alberta school jurisdictions. The precise determination of many assets and liabilities is dependent on future events. As a result, the preparation of financial statements for a period involves the use of estimates and approximations, which have been made using careful judgment. Actual results could differ from those estimates and approximations. The financial statements have, in management's opinion, been properly prepared within reasonable limits of materiality and within the framework of the accounting policies summarized below:

Use of estimates

The preparation of financial statements in conformity with Canadian generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosures of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. These estimates are reviewed periodically, and, as adjustments become necessary, they are reported in earnings in the period in which they become known.

Revenue recognition

The St. Thomas Aquinas Roman Catholic Separate Regional Division #38 follows the deferral method of accounting for contributions.

Revenue is recognized as follows:

Instruction and support allocations are recognized in the year to which they relate.

Fees for services related to courses and programs are recognized as revenue when such courses and programs are delivered.

Unrestricted contributions are recognized as revenue when received or receivable. Contributions in-kind are recorded at fair market value when reasonably determinable.

Externally restricted contributions are deferred and recognized as revenue in the period in which the restriction is complied with.

St. Thomas Aquinas Roman Catholic Separate Regional Division #38
Notes to the Financial Statements

August 31, 2002

2. Summary of significant accounting policies (continued)

Cash and cash equivalents

Cash and cash equivalents include cash on hand and balances with banks. Bank borrowings are considered to be financing activities.

Inventories

Inventories are recorded at the lower of cost and net realizable value where cost is determined on a specific invoice basis.

School generated funds

These are the funds in the community, which come under the control and responsibility of the school principal and are for school activities. These funds are usually collected and retained at the school for expenditures paid at the school level (e.g. yearbook sales, graduation fees, field trip fees, etc.).

Capital assets

Capital assets are recorded at cost. Donated capital assets are recorded at fair market value at the date of the contribution. Amortization is provided on a straight line basis over the assets' estimated useful lives at the following rates:

Buildings	2.5% to 10%
Equipment and vehicles	20%

Only capital assets with costs in excess of $5,000 are capitalized. Any capital allocations received for asset additions are amortized over the same period as the related asset.

Contributed services

Volunteers contribute a considerable number of hours per year to various schools, which are within the school board to ensure that certain programs are delivered, such as kindergarten, lunch services, and the raising of school generated funds. Because of the difficulty of compiling these hours and the fact that these services are not otherwise purchased, contributed services are not recognized in the financial statements.

Operating and capital reserves

Reserves are established at the discretion of the Board of Trustees of the Regional Division or externally, to set aside funds for operating and for future capital expenditures. Such reserves are appropriations of unrestricted net assets.

St. Thomas Aquinas Roman Catholic Separate Regional Division #38
Notes to the Financial Statements

August 31, 2002

3. Prior period adjustment

As at August 31, 2001 management estimated the funding amounts expected from the Department of Indian and Northern Affairs. When the funding formula was confirmed subsequent to the issuance of the financial statements it was discovered that estimates were overstated by $145,470. As a result, the August 31, 2002 figures, presented for comparative purposes, have been restated from those previously reported in order to properly account for the Federal Government and/or First Nations funding as follows:

	Increase	Decrease
Revenues, Federal Government, and/or First Nations	$ -	$ 145,470
Surplus of revenues over expenses	-	145,470
Accounts receivable – Federal Government and/or First Nations	-	145,470
Unrestricted net assets	-	145,470

4. Cash and cash equivalents

	2002	2001
Cash on hand and bank balances	$1,044,734	$1,745,696
Capital projects account	3,250,987	180,444
	$4,295,721	$1,926,140

Included in the cash on hand and bank balances are internally restricted funds of $21,113 (2001 - $57,124) consisting of professional development accounts for each school. There is also $1,818,145 (2001 - $916,458) that is externally restricted by Alberta Learning to be used for capital projects approved by the Minister of Learning. The capital projects account is externally restricted by Alberta Learning and is to be used for capital projects approved for by the Minister of Learning.

5. Long term debt

The debenture bears interest at rates varying between 8% to 12%. The debenture debt is fully supported by Alberta Finance. The current portion of long-term debt consists entirely of amounts payable by Alberta Finance on supported debt. Debenture payments due over the next five years and beyond are as follows:

	Principal	Interest	Total
2003	$ 645,425	$ 664,731	$ 1,310,156
2004	645,425	596,624	1,242,049
2005	645,425	528,516	1,173,941
2006	617,425	460,409	1,077,834
2007	554,634	395,662	950,296
2008 to maturity	3,384,372	1,478,940	4,863,312
	$ 6,492,706	$ 4,124,882	$ 10,617,588

St. Thomas Aquinas Roman Catholic Separate Regional Division #38
Notes to the Financial Statements
August 31, 2002

6. Commitments

Office premises

The Regional Division has entered into an agreement to lease its office premises and furniture until April 1, 2012. The annual rent payable is $48,500.

Buildings

The Regional Division is committed to an addition to one of its schools. The cost of the addition will be fully supported by Alberta Infrastructure and the total cost is expected to be $280,246.

The Regional Division received approval from Alberta Infrastructure to complete modernization of three of their schools. The cost of these modernizations will be fully supported and is expected to be $11,124,742. To date they have spent $1,869,888.

7. Contingencies

The jurisdiction is a member of a reciprocal insurance exchange called ALAIRE. A portion of the premiums paid each year represents equity contributions to the insurance fund. These payments have been recorded as expenditures in the financial statements as the value of equity is subject to liability claims and is not an asset that the jurisdiction can liquidate.

8. Related party transactions

During the year, the St. Thomas Aquinas Roman Catholic Separate Regional Division #38 had the following transactions with related parties:

	2002	2001
Revenue		
Alberta Government	$ 13,489,508	$13,004,547
Expenses		
Alberta Government	$ 25,145	$ 24,621
Other school boards	$ 124,276	$ 122,873
Debt repayment		
Alberta Government		
Debt principal	$ 645,425	$ 645,425

8. Related party transactions (continued)

Accounts receivable		
Alberta Government		
Accrued interest	$ 364,877	$ 402,005
Funding	63,946	1,063,047
	$ 428,823	$ 1,465,052
Accounts payable		
Alberta Government		
Accrued interest	$ 364,877	$ 402,004
Other	305,071	380,253
	$ 669,948	$ 782,257
Other school boards	$ 5,694	$ 6,440
Deferred revenue		
Alberta Government		
Building quality restoration project	$ 475,157	$ 374,992
Technology integration	-	80,195
Block modernization	325,788	325,788
	800,945	780,975
Other	100,299	98,314
	$ 901,244	$ 879,289
Deferred contributions		
Alberta Government	$ 1,818,145	$ 916,458
Unamortized capital allocations		
Alberta Government	$ 8,468,394	$ 6,611,885

9. Financial instruments

Credit risk

Credit risk arises from the possibility that the entities to which the Regional Division provides services may experience financial difficulty and be unable to fulfil their obligations. The majority of the Regional Division's receivables are collectible from various levels of government and as such credit risk is considered minimal.

9. Financial instruments (continued)

Fair value

The fair values of accounts receivable, prepaid expenses, other current assets, school generated assets, accounts payable, deferred revenue and school generated liabilities are not significantly different than the carrying value due to their short term nature.

10. Budget amounts

The budget was prepared by the Regional Division and approved by the Board of Trustees on May 16, 2001. It is presented for information purposes only and has not been audited.

11. Economic dependence

The Regional Division received 85.2% (2001 – 85.8%) of its revenues pursuant to a funding arrangement with Alberta Government.

12. Comparative figures

The Budget 2002 and Actual 2001 comparative figures have been reclassified where necessary to conform to Actual 2002 presentation.

SCHEDULE A to the AFS
ALLOCATION OF REVENUES AND EXPENSES TO PROGRAMS - 2001-200

School Jurisdiction Code: 0020

REVENUES	TOTAL	Early Childhood Services	Total Instruction (Grades 1 to 12)	Operations and Maintenance of Schools & Maintenance Shops	Transportation	Board & System Adminstration			External Services
						Board Governance	System Admintration	Total Board & System Admin.	
Alberta Learning allocations									
(1) Instruction block	$9 638 793	$355 594	$9 283 199						
(2) Support block	$1 642 647			$710 771	$275 263			$656 613	
(3) Instruction & support block reallocations	$0	$0	$0	$0	$0			$0	$0
(4) Alberta Initiative for School Improvement (AISI)	$262 759	$0	$262 759						
(5) Student Health Initiative (SHI)	$0	$0	$0						$0
(6) Teacher Salary Enhancement (TSE)	$328 965	$11 514	$317 451					$0	$0
(7) Regional Assessment Services (4 boards only)	$0								$0
(8) Regional P.D. Consortium (6 boards only)	$0								$0
(9) Other Alberta Learning revenues	$23 115	$0	$23 115	$0	$0			$0	$0
(10) **Total Alberta Learning Revenue**	$11 896 279	$367 108	$9 886 524	$710 771	$275 263			$656 613	$0
Alberta Infrastructure									
(11) Expensed Block Mod. Block BQRP support	$264 514		$0	$264 514					
(12) Operations and Maintenance support	$546 433			$546 433					
(13) **Total Alberta Infrastructure Revenue**	$810 947		$0	$810 947					
(14) **Alberta Finance**	$756 309		$0	$756 309	$0			$0	
(15) **Other - Government of Alberta**	$25 973	$0	$25 973	$0	$0			$0	$0
(16) **Federal Government and/or First Nations**	$1 085 940	$35 627	$833 125	$97 735	$0			$119 453	$0
(17) **Other Alberta school authorities**	$0	$0	$0	$0	$0			$0	$0
(18) **Out of province local authorities**	$61 000	$0	$48 800	$5 490	$0			$6 710	$0
(19) **Alberta municipalities (excl. supplementary requisitions)**	$0	$0	$0	$0	$0			$0	$0
(20) **Instruction resource fees**	$105 560	$6 334	$99 226						
(21) **Transportation fees**	$14 550				$14 550				
(22) **Other sales and services**	$42 261	$0	$9 543	$32 718	$0			$0	$0
(23) **Investment income**	$96 140	$0	$0	$64 093	$0			$32 047	$0
(24) **Gifts and donations**	$916	$0	$916	$0	$0				$0
(25) **Rentals of facilities**	$7 585	$0	$0	$7 585	$0			$0	$0
(26) **Net school generated funds**	$328 947		$328 947					$0	
(27) **Gains on disposal of capital assets**	$0	$0	$0	$0	$0			$0	$0
(28) **Amortization of capital allocations**	$614 805		$27 856	$586 949	$0				
(29) **TOTAL REVENUES** $15 847 212	$15 847 212	$409 069	$11 260 910	$3 072 597	$289 813			$814 823	$0
EXPENSES									
(30) **Certificated salaries**	$7 812 408	$211 892	$7 409 816				$190 700	$190 700	$0
(31) **Certificated benefits**	$844 610	$25 169	$801 703				$17 738	$17 738	$0
(32) **Uncertificated salaries and wages**	$1 960 849	$69 119	$1 220 809	$485 640	$0	$33 900	$171 381	$205 281	$0
(33) **Uncertificated benefits**	$372 263	$12 312	$217 392	$100 521	$0	$0	$42 038	$42 038	$0
(34) **SUB - TOTAL**	$11 010 130	$318 492	$9 649 720	$586 161	$0	$33 900	$421 857	$455 757	$0
(35) **Services, contracts & supplies**	$2 718 545	$82 668	$987 473	$1 029 670	$324 884	$103 393	$210 457	$313 850	$0
(36) **Cost recoveries & transfers (must balance to zero)**	$0	$0	$0	$0	$0	$0	$0	$0	$0
(37) **Net school generated funds**	$328 947		$328 947						
Capital and debt services									
Amortization of capital assets									
(38) Supported	$562 875	$0	$27 856	$535 019	$0	$0	$0	$0	$0
(39) Unsupported	$127 363	$0	$103 611	$13 715	$0	$0	$10 037	$10 037	$0
(40) Total Amortization	$690 238	$0	$131 467	$548 734	$0	$0	$10 037	$10 037	$0
Interest on capital debt									
(41) Supported	$695 711	$0	$0	$695 711	$0	$0	$0	$0	$0
(42) Unsupported	$0	$0	$0	$0	$0	$0	$0	$0	$0
(43) Other interest charges	$0	$0	$0	$0	$0	$0	$0	$0	$0
(44) Losses on disposal of capital assets	$51 927	$0	$0	$51 927	$0	$0	$0	$0	$0
(45) **TOTAL EXPENSES** $15 495 498	$15 495 498	$381 160	$11 097 607	$2 912 203	$324 884	$137 293	$642 351	$779 644	$0
(46) Surplus(deficit) Before Funding Allocated for Capital Purposes	$351 714	$27 909	$163 303	$160 394	($35 071)			$35 179	$0
TOTAL applicable number of students/children	2 124	134	2 057	2 124	287			2 124	
AVERAGE PROGRAM COSTS per applicable student/child	$7 295	$2 844	$5 395	$1 371	$1 132			$367	

School Jurisdiction Code: 0020

SCHEDULE B1 to the AFS
INSTRUCTION Grades 1 to 12 Program 2001-2002 Expenses

EXPENSES	INSTRUCTION (Grades 1 to 12) All Student Instruction	School Admin. & Instruction Support	System Instruction Support	Mildly & Moderately Disabled and Gifted & Talented	Severely Disabled	Alberta Initiative for School Improvement	Student Health Initiative	Total Instruction (Grades 1 to 12)
Certificated salaries	$5,873,534	$812,495	$0	$567,399	$0	$156,388	$0	$7,409,816
Certificated benefits	$660,938	$62,401	$0	$60,531	$0	$17,833	$0	$801,703
Uncertificated salaries and wages	$115,235	$393,963	$0	$0	$679,805	$31,806	$0	$1,220,809
Uncertificated benefits	$16,158	$68,980	$0	$0	$128,637	$3,617	$0	$217,392
SUB - TOTAL REMUNERATION	$6,665,865	$1,337,839	$0	$627,930	$808,442	$209,644	$0	$9,649,720
Services, contracts & supplies	$732,355	$181,782	$0	$25,716	$5,421	$42,199	$0	$987,473
Cost recoveries & transfers	$0	$0	$0	$0	$0	$0	$0	$0
Net school generated funds	$328,947							$328,947
Amortization of capital assets								
Supported	$0	$27,856	$0	$0	$0	$0	$0	$27,856
Unsupported	$31,166	$72,445	$0	$0	$0	$0	$0	$103,611
Total Amortization	$31,166	$100,301	$0	$0	$0	$0	$0	$131,467
Interest on capital debt								
Supported	$0	$0	$0	$0	$0	$0	$0	$0
Unsupported	$0	$0	$0	$0	$0	$0	$0	$0
Other interest charges	$0	$0	$0	$0	$0	$0	$0	$0
Losses on disposal of capital assets	$0	$0	$0	$0	$0	$0	$0	$0
TOTAL EXPENSES	$7,758,333	$1,619,922	$0	$653,646	$813,863	$251,843	$0	$11,097,607
FTE Certificated				7	0			
FTE Uncertificated				0	44			

SCHEDULE B2 to the AFS
INSTRUCTION Grades 1 to 12 Program 2001-2002

	AB LEARNING INSTRUCTION BLOCK REVENUE	ALBERTA LEARNING OTHER REVENUE	NON-ALBERTA LEARNING REVENUE	INSTRUCTION BLOCK REALLOCATION	TOTAL REVENUE	TOTAL EXPENSES	NET
Basic Instruction	$8,281,986	$603,325	$1,275,160	$0	$10,160,471	$8,296,236	$1,864,235
School Admin & Instruction Support Expenses						$1,619,922	($1,619,922)
System Instruction Support Expenses						$0	$0
Total Basic Instruction	$8,281,986	$603,325	$1,275,160	$0	$10,160,471	$9,916,158	$244,313
Sub-Programs & Initiatives							
Severely Disabled	$697,805		$0		$697,805	$813,863	($116,058)
English as a Second Language	$10,830				$10,830	$9,650	$1,180
Enhanced Opportunities	$0				$0	$0	$0
Native Education Project	$50,339		$0		$50,339	$39,058	$11,281
Institutional Programs	$0				$0	$0	$0
Sparsity & Distance	$20,846				$20,846		$20,846
Growth & Density	$0				$0		$0
Teacher Assistants Program	$44,732				$44,732	$44,732	$0
Early Literacy Initiative (K-2)	$74,729				$74,729	$69,706	$5,023
Learning Resources (LRC credit used)	$20,292		$99,226		$119,518	$119,518	$0
Supernet	$0				$0	$0	$0
Technology Integration	$80,195		$0		$80,195	$80,195	$0
French as a Second Language(all jurisdictions)	$1,445				$1,445	$4,727	($3,282)
Home Education	$0		$0		$0	$0	$0
Emergent	$0				$0	$0	$0
Total Sub-Programs & Initiatives	$1,001,213		$99,226		$1,100,439	$1,181,449	($81,010)
INSTRUCTION, GRADES 1-12 (plus Early Lit. ECS)	$9,283,199	$603,325	$1,374,386	$0	$11,260,910	$11,097,607	$163,303

School Jurisdiction Code: 0020

SCHEDULE C to the AFS
SUMMARY OF REVENUE TRANSFERS
BETWEEN ALBERTA LEARNING BLOCK ALLOCATIONS - 2001-2002

	Early Childhood Services	Instruction (Grades 1 to 12)	Operations and Maintenance	Transportation	Board and System Administration	External Services
Alberta Learning block allocations - Schedule A (Lines 1 & 2)	$355,594	$9,283,199	$710,771	$275,263	$656,613	
Reallocations permitted by the "Funding for School Authorities" manual						
From instruction block to:						
(1) External Services		$0				$0
From ECS component of instruction block:						
(1) Transportation (part of the 2% maximum) (Note)	$0			$0		
(2) Operations and maintenance of schools (part of the 2% maximum) (Note)	$0		$0			
From all or part of maximum 2% of instruction block to:						
(1) Operations and maintenance of schools		$0	$0			
(2) Transportation		$0		$0		
Calculation: 2% of ***$9,638,793*** = ***$192,776*** ***$0***						
From instruction block (Growth & Denisty component) to:						
(1) Operations and maintenance of schools		$0	$0			
(2) Transportation		$0		$0		
Reallocations directed by the board of trustees						
From operations and maintenance of schools block to:						
(1) Transportation			$0	$0		
(2) Instruction		$0	$0			
From transportation block to:						
(1) Operations and maintenance			$0	$0		
(2) Instruction		$0		$0		
From board and system administration block to:						
(1) Transportation				$0	$0	
(2) Operations and maintenance of schools			$0		$0	
(3) Instruction		$0			$0	
From within the instruction block and its components:						
(1) Instruction to: Early childhood services (ECS)	$0	$0				
(2) ECS to: Instruction	$0	$0				
AMOUNTS REFLECTED ON SCHEDULE A (Line 3)	$0	$0	$0	$0	$0	$0

Note: Incremental ECS costs for transportation or O & M funded out of the instruction block should normally be recorded as a cost recovery on Schedule B rather than as a revenue transfer on this schedule.

School Jurisdiction Code: 0020

SCHEDULE D to the AFS
CALCULATION OF MAXIMUM ELIGIBLE EXPENSE LIMITS FOR BOARD (GOVERNANCE) AND SYSTEM ADMINISTRATION 2001-2002

STEP 1

Determine the total eligible revenue which is used as the BASE TOTAL to calculate the maximum eligible expense limits for Board and System Administration

Total Revenues (Schedule A):

Instruction Block	- Grades ECS -12 (excluding technology integration and emergent)	$9,558,598
Support Block	- Operations & Maintenance	$710,771
	- Transportation	$275,263
SUBTOTAL		$10,544,632

Other Revenues

Alberta Infrastructure (Operations & Maintenance)	$546,433
Other Alberta Learning revenues (Excluding One-Time Grant)	$0
Other - Government of Alberta (Excluding Alberta Finance)	$25,973
Federal government/First Nations	$1,085,940
Other Alberta school authorities	$0
Out of province local authorities	$61,000
Alberta municipalities	$0
Other sales and services	$42,261
Interest on investments	$96,140
Rentals of facilities	$7,585
Gains on disposal of capital assets	$0
Amortization of capital allocations	$614,805
School generated funds (Schedule E)	$557,805
BASE TOTAL FOR CALCULATING MAXIMUM EXPENSE LIMITS	**$13,582,574**

STEP 2

Calculation of maximum expense limit PERCENTAGE for Board and System Administration expenses

If "Total Net Enrolled Students" are 6,000 and over	= 4%	**5.94%**
If "Total Net Enrolled Students" are 2,000 and less	= 6%	

The Maximum Expense Limit for Board and System Administration is based on an arithmetical proration for the TOTAL FTE count for grades 1 -12, net of Home Education AND Adult students, between 2,000 to 6,000 at .0005 per FTE.

EXAMPLE: 4,500 FTE count grades 1-12 = 6,000 - 4,500 = 1,500 X .0005 = .75% plus 4% = maximum expense limit of 4.75%.

Note: Calculation unnecessary if Total FTE is 6,000 or more, and 2,000 & less.

STEP 3

Calculate maximum expense limit AMOUNTS for Board and System Administration expenses

Maximum Expense Limit percentage (Step 2) x Base Total (Step 1)		$806,805

Considerations for Charter Schools and Francophone Boards:

If Charter School, enter 50,000	0	$0
If Francophone Board, enter 300,000	0	$0
(If none of these considerations apply, leave the above cells blank)		
MAXIMUM EXPENSE LIMIT		**$806,805**

STEP 4

Compare maximum expense limit amounts calculated in Step 3 to actual expenses (from Schedule A)

Actual Board Governance & System Administration expenses	$779,644
PLUS: transfers to Restricted - Operating (Board/System Administration)	$27,161
LESS: transfers from Restricted - Operating (Board/System Administration)	$0
TOTAL BOARD GOVERNANCE & SYSTEM ADMINISTRATION EXPENSES	$806,805
Maximum Expense Limit for Board & System Administration (Step 3)	$806,805
ACTUAL EXPENSES - OVER(UNDER) MAXIMUM EXPENSE LIMIT	$0

School Jurisdiction Code: 0020

SCHEDULE E to the AFS
SOURCE & APPLICATION OF SCHOOL GENERATED FUNDS (SGF) - 2001-2002

Unexpended SGF - Opening Balance August 31, 2001		$122,016
Source of School Generated Funds:		
Total School Generated Funds for the year (Note 1)	$557,805	
Less: SGF - related cost recoveries (Note 2)	$204,235	
- capitalized at the District level	$0	
Net Total	$353,570	
Plus: Donations Received (Note 3)	$0	
Equals: Net Additions to SGF		$353,570
Net SGF Available for discretionary spending		$475,586
Net SGF revenue and Net SGF expense - per schedule A, line 26 and line 37		
Net expended SGF for discretionary purposes (Note 4)		$328,947
Unexpended SGF - Closing Balance August 31, 2002		$146,639

Note 1 Excludes fees collected pursuant to Section 60(2)(j) of the School Act (e.g. instruction materials and technology fees determined by board policy or resolution). This is the amount used to calculate the administrative cap. See Schedule E.

Note 2 These are the expenses (a) incurred in generating SGF (e.g. fundraising expenses, printing of tickets, payment to DJ at school dance; cost of goods sold for school cafeteria/servery; staffing and supplies for a dinner; raffle prizes; supplies for a car wash; book fair purchases; meals for lunch program), or (b) collected and disbursed for the benefit of individual students (e.g. cost of field trips for student activities not leading to CEU's). Monies collected for CEU-related activities are not SGF. They are recorded as instruction fees.

Note 3 Donations are restricted to cash; gifts in kind are treated as board assets, not SGF. Amounts are net of related expenses.

Note 4 Only SGF expended for discretionary purposes are recorded as revenue and expense; unexpended funds are carried forward on the balance sheet to the succeeding year. Any capital items purchased with SGF should be treated as a SGF-related cost recovery.

School Jurisdiction Code: 0020

SCHEDULE F to the AFS
Operations and Maintenance Program 2001-2002 Expenses

EXPENSES	Operations and Maintenance								
	Maintenance Office & Shop Administration	Preventative Maintenance	Custodial	Fire/Security/ Safety Systems	Sites and Grounds Maintenance	Utilities and Communications	Expensed Block BQRP/Mod.	Capital & Debt Services and Transfers	Total Operations and Maintenance
Uncertificated salaries and wages	$108,973	$8,604	$348,833	$0	$19,230	$0	$0		$485,640
Uncertificated benefits	$13,455	$1,989	$80,632	$0	$4,445	$0	$0		$100,521
SUB - TOTAL REMUNERATION	$122,428	$10,593	$429,465	$0	$23,675	$0	$0		$586,161
Contracted Services	$0	$0	$95,123	$0	$0	$0	$0		$95,123
Supplies	$165,332	$0	$75,873		$45,542		$264,514		$551,261
Electricity						$262,588			$262,588
Natural Gas/Heating Fuel						$100,673			$100,673
Sewer and Water						$20,025			$20,025
Cost recoveries & transfers								$0	$0
Amortization of capital assets									
Supported								$535,019	$535,019
Unsupported	$0	$0	$0	$0	$0	$0	$0	$13,715	$13,715
Total Amortization	$0	$0	$0	$0	$0	$0	$0	$548,734	$548,734
Interest on capital debt									
Supported								$695,711	$695,711
Unsupported								$0	$0
Other interest charges								$0	$0
Losses on disposal of capital assets								$51,927	$51,927
TOTAL EXPENSES	$287,760	$10,593	$600,461	$0	$69,217	$383,286	$264,514	$1,296,372	$2,912,203
FTE Uncertificated (Board/Contract)	2.4	0.3	12.1	0.0	0.7	0.0	0.0	0.0	15.5

Notes:

Maintenance Office & Shop Administration: Includes all maintenance office related remuneration, supplies, services and contracts.

Preventative Maintenance: Includes all structural, architectural, mechanical and electrical maintenance items identified below.
- activities required for operating and maintaining the structure, envelope, roof, parkade, ramps/fire escapes, fixed exterior walls, exterior finishes of the buildings and outside doors/other barriers
- activities for purchase, installation, maintenance and repair of mechanical and electrical systems for the maintenance buildings and schools.

Custodial: Includes all the activities required for ensuring the buildings are kept in a clean and tidy condition.

Fire/Security/Safety Systems: Includes all activities required for fire prevention/alarms systems, security personnel and alarm systems, detection systems and related safety systems for the property.

Sites & Grounds Maintenance: Sites & Grounds Maintenance: includes all activities required for maintenance and upkeep of exterior grounds, parking lots, athletic fields including snow removal and lawn care.

Utilities & Communications: Includes all cost related to electricity(light & power), natural gas and other heating fuels, sewer & water and all forms of communications.

Expensed Block BQRP/Mod: Includes all non-capital activities related to Block BQRP/Modernization expensed by the jurisdiction.

Capital & Debt Services: Includes all activities related to supported school amortization and debt interest expense. All unsupported amortization is allocated to the appropriate sub-categories.

School Jurisdiction Code: 0020

SCHEDULE G to the AFS
DISCLOSURE OF SALARIES AND BENEFITS - 2001-2002
(SECTION 126.1 OF THE SCHOOL ACT)

			FTE's or Individuals	Remuneration	Benefits	Allowances	Performance Bonuses	ERIP's / Other	Total	Expenses
Board of Trustees:										
Chairman										
Name	Fred Calkins		1	$4,800	$0	$0	$0	$0	$4,800	$6,080
Board Members:										
Name	Linda Webber		1	$3,600	$0	$0	$0	$0	$3,600	$6,080
Name	Dan Aloisio		1	$3,600	$0	$0	$0	$0	$3,600	$6,080
Name	Glenn Tompolski		1	$3,600	$0	$0	$0	$0	$3,600	$6,080
Name	Michael Wyeth		1	$3,600	$0	$0	$0	$0	$3,600	$6,080
Name	George Ollenberger		1	$3,600	$0	$0	$0	$0	$3,600	$6,080
Name	Peter Davis		0.17	$600	$0	$0	$0	$0	$600	$1,034
Name	Charlie Swap		1	$3,600	$0	$0	$0	$0	$3,600	$6,080
Name	James McQueen		1	$3,600	$0	$0	$0	$0	$3,600	$6,080
Name	Sandra Lyon		0.92	$3,300	$0	$0	$0	$0	$3,300	$5,594
Name			0	$0	$0	$0	$0	$0	$0	$0
Subtotal			**9.09**	**$33,900**	**$0**	**$0**	**$0**	**$0**	**$33,900**	**$55,268**
Superintendent	Metro Huculak	(2)	1	$103,000	$8,843	$0	$0	$0	$111,843	$13,445
Secretary/Treasurer	Ron Beakhouse	(2)	1	$74,500	$13,192	$0	$0	$0	$87,692	$7,150
Secretary		(2)	0	$0	$0	$0	$0	$0	$0	$0
Treasurer		(2)	0	$0	$0	$0	$0	$0	$0	$0
Certificated Salaries		(1)	119.39	$7,659,408	$835,767	$0	$0	$50,000	$8,545,175	$70,309
Uncertificated Salaries & Wages		(1)	70.42	$1,872,449	$359,071	$0	$0	$0	$2,231,520	$18,879
TOTALS				**$9,743,257**	**$1,216,873**	**$0**	**$0**	**$50,000**	**$11,010,130**	**$165,051**
								Sub-Total of Salaries and Benefits from Schedule A:	$11,010,130	

Notes: Please refer to completion information on page 15.

(1) Full time equivalents (FTE's)

(2) Employed or contracted

School Jurisdiction Code: 0020

SCHEDULE G1 to the AFS

DISCLOSURE OF SALARIES AND BENEFITS *(SECTION 148.1 OF THE SCHOOL ACT)*

COMPLETION INFORMATION

(1) Salary and benefits consist of and agree with the amounts properly recorded in the school jurisdiction's payroll records and related object codes for salaries, wages and benefits.

(2) **Remuneration** includes regular base salaries, administrative allowances, overtime, lump sum payments **EXCEPTING TERMINATION BENEFITS** (See #10A below), honoraria, deferred salary leave accruals and any other direct cash remuneration **EXCEPTING PERFORMANCE PAY** (See #10 below).

(3) Certificated salaries include the aggregate of all payments for certificated staff regardless of the length, nature or definition of the employment agreement. The number of full time equivalent staff should be measured as at September 30.

(4) Uncertificated salaries and wages should be measured in terms of the number of individuals employed as at September 30.

(5) Salary and benefits information should be the aggregate amount covering the same fiscal period as the audited financial statements.

(6) Salary must include deferred salary accruals.

(7) Salary includes only payments for services subject to an employer-employee relationship.

(8) **Benefits** include the employer's share of all employee benefits and contributions or payments made on behalf of employees including retirement pensions, Canada pension plan (CPP), employment insurance (EI), health care, dental coverage, vision coverage, out of country medical benefits, group life insurance, accidental disability and dismemberment insurance, long and short term disability plans.

(9) **Allowances** include all monies paid to an employee as miscellaneous **negotiated** allowances. This category will include car or travel allowances, isolation allowances, relocation expenses, sabbaticals, special leave with pay, financial and retirement planning services, and club memberships. **ADMINISTRATIVE ALLOWANCES** are included in **Remuneration**.

(10) **Performance Bonuses** include those monies paid to employees of the school authority that are tied to the achievement of some specifed goal or objective.

(10A) **Other** includes termination benefits ((severance pay, retiring allowances (ERIP's), sick leave and other settlement costs due to loss of employment).

(11) **Expenses** will include the reimbursements of travel, subsistence, moving costs, conference fees, etc., paid by the employee **or on his/her behalf** in performing the responsibilities of employment.

(12) The superintendent's remuneration is in terms of one individual who is the Chief Executive Officer. Benefits for the superintendent do not include Alberta Learning contributions to the Teachers Retirement Fund pension plan.

(13) A position should include salary, benefits and allowances earned by an individual who officially acted in a position while it was vacant. If a position was vacant and no one acted in the position, the position should not be disclosed.

(14) Benefits and allowances need not include an amount for automobile, housing or other benefits for which a value cannot be reasonably estimated.

(15) If a position is occupied by more than one individual during a year, the aggregate salary, benefits and allowances earned by the individuals in the position should be disclosed. An explanatory note should indicate the number of individuals.

School Jurisdiction Code: 1110

AUDITED
FINANCIAL STATEMENTS
and Supporting Schedules
FOR THE YEAR ENDED AUGUST 31, 2002
[School Act, Sections 147(2)(a), 151(1) and 276]

STURGEON SCHOOL DIVISION NO. 24
Name of School Jurisdiction

9820-104 Street, Morinville, Alberta T8R 1L8
Mailing Address

Phone: 780-939-4341 Fax: 780-939-5520
Telephone and Fax Numbers

SCHOOL JURISDICTION MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The financial statements and supporting schedules STURGEON SCHOOL DIVISION NO. 24 (Name of School Jurisdiction) presented to Alberta Learning have been prepared by school jurisdiction management which has responsibility for their preparation, integrity and objectivity. The financial statements and schedules, including notes, have been prepared in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

In fulfilling its reporting responsibilities, management has maintained internal control systems and procedures designed to provide reasonable assurance that the school jurisdiction's assets are safeguarded, that transactions are executed in accordance with appropriate authorization and that accounting records may be relied upon to properly reflect the school jurisdiction's transactions. The effectiveness of the control systems is supported by the selection and training of qualified personnel, an organizational structure that provides an appropriate division of responsibility and a strong budgetary system of control.

Board of Trustees Responsibility
The ultimate responsibility for the financial statements lies with the Board of Trustees. The Board reviewed the financial statements with management in detail and the Board approved the financial statements for release.

External Auditors
The Board appoints external auditors to audit the financial statements and meets with the auditors to review their findings. The external auditors have full and free access to school jurisdiction records.

Declaration of Management and Board Chairman
To the best of our knowledge and belief, these financial statements and supporting schedules reflect, in all material respects, the financial position and results of operations and cash flows for the year in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

BOARD CHAIRMAN

GAIL HORNER
Name

Gail Horner
Signature

SUPERINTENDENT

EVAN MILLER
Name

Evan Miller
Signature

SECRETARY TREASURER OR TREASURER

KAREN PARASYNCHUK
Name

K Parasynchuk
Signature

Nov 27/02
Dated:

c.c. **ALBERTA LEARNING, School Reporting Branch,**
8th Floor Commerce Place, 10155-102 Street, Edmonton AB T5J 4L5
EMAIL: Cindy.Jarry@gov.ab.ca
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School Jurisdiction Code: 1110

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AUDITORS' REPORT

To the Board of Trustees
Sturgeon School Division No. 24

We have audited the statement of financial position of Sturgeon School Division No. 24 as at August 31, 2002 and the statements of revenues and expenses, cash flows, and changes in net assets and capital allocations for the year then ended. These financial statements are the responsibility of the school jurisdiction's management. Our responsibility is to express an audit opinion on these financial statements based on our audit.

We conducted our audit of these financial statements in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform the audit to obtain reasonable assurance as to whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the financial position of the school jurisdiction as at August 31, 2002 and the results of its operations, changes in cash flows, net assets and capital allocations for the year then ended in accordance with Canadian generally accepted accounting principles.

Our audit was conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The supplementary information included in Schedules A through G is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such supplementary information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

Hawkings Epp Dumont LLP

Edmonton, Alberta
October 28, 2002

HAWKINGS EPP DUMONT LLP
Chartered Accountants

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*Professional Corporation

School Jurisdiction Code: 1110

STATEMENT OF FINANCIAL POSITION

as at August 31

(in dollars)

		2002	2001
ASSETS			
Current assets			
Cash and temporary investments		$8,021,164	$9,894,243
Accounts receivable (net after allowances)			
Province of Alberta		$451,232	$517,832
Federal Government and/or First Nations		$115,579	$185,573
Alberta municipalities		$0	$0
Other Alberta school jurisdictions		$21,862	$0
Other		$73,794	$305,384
Prepaid expenses		$362,013	$371,647
Other current assets			$0
Total current assets		$9,045,644	$11,274,679
School generated assets		$296,006	$335,100
Trust assets		$82,025	$58,553
Capital assets			
Land		$1,424,451	$1,424,451
Buildings	$43,736,336		
Less: accumulated amortization	($19,404,462)	$24,331,874	$20,565,907
Equipment	$1,715,212		
Less: accumulated amortization	($646,529)	$1,068,683	$786,790
Vehicles	$842,862		
Less: accumulated amortization	($426,564)	$416,298	$104,505
Total capital assets		$27,241,306	$22,881,653
TOTAL ASSETS		$36,664,981	$34,549,985
LIABILITIES			
Current liabilities			
Bank indebtedness		$0	$0
Accounts payable and accrued liabilities			
Province of Alberta		$349,723	$439,810
Federal Government and/or First Nations		$786	$0
Alberta municipalities		$0	$0
Other Alberta school jurisdictions		$0	$0
Other		$1,916,051	$1,811,590
Deferred revenue		$827,119	$534,880
Deferred capital allocations		$2,105,560	$4,800,302
Current portion of all long term debt		$1,091,056	$1,273,184
Total current liabilities		$6,290,295	$8,859,766
School generated liabilities		$296,006	$335,100
Trust liabilities		$82,025	$58,553
Unfunded employee future benefit liability		$0	$0
Long term debt			
Supported: Debentures and other supported debt		$5,418,785	$6,691,970
Less: Current portion of supported debt		($1,082,356)	($1,273,184)
Unsupported: Debentures and Capital Loans		$78,457	$0
Capital Leases		$0	$0
Mortgages		$0	$0
Less: Current portion of unsupported debt		($8,700)	$0
Unamortized capital allocations		$19,107,335	$14,271,356
Total long term liabilities		$23,891,552	$20,083,795
TOTAL LIABILITIES		$30,181,847	$28,943,561
NET ASSETS			
Unrestricted net assets		$139,002	$171,209
Operating Reserves		$3,325,323	$2,837,852
Accumulated Operating Surplus (Deficit)		$3,464,325	$3,009,061
Investment in capital assets		$2,63[illegible]729	$1,918,301
Capital Reserves		$382,080	$679,062
Total Capital Funds		$3,018,809	$2,597,363
Total net assets		$6,483,134	$5,606,424
TOTAL LIABILITIES AND NET ASSETS		$36,664,981	$34,549,985

School Jurisdiction Code: 1110

STATEMENT OF REVENUES AND EXPENSES

for the Year Ended August 31

(in dollars)

	Actual 2002	Budget 2002 (1)	Actual 2001 (2)
REVENUES			
Alberta Learning	$30,926,024	$31,512,237	$30,431,618
Alberta Infrastructure	$1,489,289	$430,638	$352,819
Alberta Finance	$633,129	$764,065	$983,940
Other Government of Alberta	$365,417	$25,300	$555,133
Federal Government and/or First Nations	$277,103	$300,290	$448,454
Other Alberta school authorities	$0	$0	$0
Out of province local authorities	$0	$0	$0
Alberta Municipalities (excluding supplementary requisitions)	$0	$0	$0
Instruction resource fees	$281,000	$263,908	$339,569
Transportation fees	$0	$0	$0
Other sales and services	$576,894	$137,900	$897,402
Investment income	$166,818	$0	$209,274
Gifts and donations	$0	$5,000	$20,000
Rentals of facilities	$0	$0	$0
Net school generated funds	$56,703	$273,268	$154,853
Gains on disposal of capital assets	$27,753	$0	$0
Amortization of capital allocations	$1,221,715	$1,005,211	$1,219,678
Total Revenues	$36,021,844	$34,717,817	$35,612,740
EXPENSES			
Certificated salaries	$17,057,785	$15,732,293	$15,494,411
Certificated benefits	$1,711,643	$2,143,648	$1,529,835
Uncertificated salaries and wages	$6,054,846	$5,605,685	$5,675,335
Uncertificated benefits	$1,043,312	$1,489,654	$938,041
Services, contracts and supplies	$7,236,853	$8,110,192	$7,717,845
Net school generated funds	$56,703	$273,268	$154,853
Capital and debt services			
Amortization of capital assets			
Supported	$1,221,715	$1,005,211	$1,287,959
Unsupported	$120,694	$110,783	$64,863
Total Amortization of capital assets	$1,342,409	$1,115,994	$1,352,822
Interest on capital debt			
Supported	$633,129	$7[illegible]5	$761,116
Unsupported	$0	$0	
Total Interest on capital debt	$633,129	$764,065	$761,116
Other interest charges	$4,875	$0	$5,213
Losses on disposal of capital assets	$3,579	$0	$0
Total Expenses	$35,145,134	$35,234,799	$33,629,471
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES BEFORE FUNDING ALLOCATED FOR CAPITAL PURPOSES	$876,710	($516,982)	$1,983,269
Block BQRP revenue used for capital purposes	$0	$0	$0
Block MOD revenue used for capital purposes	$0	$0	$0
1999 One-time grant revenue used for capital purposes	$0	$0	$0
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES	$876,710	($516,982)	$1,983,269

Note (1) 2001-2002 budget numbers as restated or taken from the finalized Budget Report pursuant to section 147(2)(b) of the School Act.

Note (2) 2000-2001 actuals as restated or taken from the finalized audited financial statements pursuant to Section 147(2)(a) of the School Act.

School Jurisdiction Code: 1110

STATEMENT OF CASH FLOWS

for the Year Ended August 31

(in dollars)

		2002	2001
CASH FLOWS FROM:			
A. OPERATIONS			
Surplus (deficit) of revenues over expenses for the year		$876,710	$1,983,269
Add (Deduct) items not requiring cash:			
Amortization of capital allocations revenue		($1,221,715)	($1,219,678)
Total amortization expense		$1,342,409	$1,352,822
Gains on disposal of capital assets		($27,753)	$0
Losses on sale of capital assets		$3,579	$0
Changes in accrued accounts:			
Accounts receivable		$346,322	$201,663
Prepaids and other current assets		$9,634	($201,153)
Payables and accrued liabilities		$15,160	$538,545
Deferred revenue		$292,239	$88,316
Unfunded employee future benefit expense (recovery)		$0	$0
Other (e.g. change in net trust liabilities)		$0	$0
Total sources (uses) of cash from Operations		$1,636,585	$2,743,784
B. INVESTING ACTIVITIES			
Purchases of capital assets			
Land		$0	($25)
Buildings		($4,846,081)	($1,122,189)
Equipment		($504,960)	($370,292)
Vehicles		($366,233)	$0
Proceeds from disposal of capital assets		$39,386	$0
Other (describe)		$0	$0
Total sources (uses) of cash from Investing activities		($5,677,888)	($1,492,506)
C. FINANCING ACTIVITIES			
Capital allocations received		$2,089,767	$3,643,580
Issue of long term debt		$78,457	$0
Repayment of long term debt		($1,273,185)	($1,295,711)
Add back: supported portion		$1,273,185	$1,295,711
Total sources (uses) from Financing activities		$2,168,224	$3,643,580
Net sources (uses) of cash equivalents* during year		($1,873,079)	$4,894,858
Cash Equivalents at the beginning of the year		$9,894,243	$4,999,385
Cash Equivalents at the end of the year	$8,021,164	$8,021,164	$9,894,243

Note: Cash equivalents consist of:
- cash and temporary investments
- bank indebtedness

School Jurisdiction Code: 0

STATEMENT OF CHANGES IN NET ASSETS
for the Year Ended August 31, 2002
(in dollars)

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)	(14)	(15)
	TOTAL NET ASSETS (Columns 2+3+4	INVESTMENT IN CAPITAL ASSETS	UNRESTRICTED NET ASSETS	TOTAL RESTRICTED NET ASSETS Columns 5 to 15	RESTRICTED NET ASSETS										
					School Based		Alberta Infrastructure			Board & System Admin.		Transportation		External Services	
					Unsupported Operating Reserves	Unsupported Capital (Vehicle Equip) Reserves	Unsupported O& M Operating Reserves	Supported School (Bldg/Land) Capital Reserves	Unsupported Capital (Bldg Vehicle Equip) Reserves	Unsupported Operating Reserves	Unsupported Capital (Bldg Vehicle Equip) Reserves	Unsupported Operating Reserves	Unsupported Capital (Bldg Vehicle Equip) Reserves	Unsupported Operating Reserves	Unsupported Capital (Bldg Vehicle Equip) Reserves
Balance at August 31, 2001	$5 606 424	$1 918 301	$171 209	$3 516 914	$2 519 639	$213 228	$100 570	$90 942	$242 083	$231 261		($13 618)	$132 809	$0	$0
Prior period adjustments (describe)															
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
Adjusted Balance, Aug. 31, 2001	$5 606 424	$1 918 301	$171 209	$3 516 914	$2 519 639	$213 228	$100 570	$90 942	$242 083	$231 261	$0	($13 618)	$132 809	$0	$0
Surplus(def) of revenue over expenses	$876 710		$876 710												
Block BQRP funded capital transactions		$0	$0												
Block MOD funded capital transactions		$0	$0												
Board funded capital transactions		$854 306	($557 324)	($296 982)	$0	($168 892)	$0		$0	$0	$0	$0	($128 090)	$0	$0
Donations of non-amortizable assets	$0	$0													
Amortization of capital assets		($1 342 409)	$1 342 409												
Amortization of capital allocations		$1 221 715	($1 221 715)												
Disposal of unsupported capital assets		($15 184)	$15 184	$0		$0			$0		$0		$0		$0
Disposal of supported capital assets	$0	$0	$0	$0				$0							
Debt principal payments (unsupported)		$0	$0	$0	$0	$0	$0	$0	$0	$0	$0				
Net transfers to operating reserves			($910 292)	$910 292	$784 170	$0	$126 122	$0	$0	$0	$0	$0	$0	$0	$0
Net transfers from operating reserves			$422 821	($422 821)	($378 217)	$0	$0	$0	$0	($31 574)	$0	($13 029)	$0	$0	$0
Net transfers to capital reserves			$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
Net transfers from capital reserves	$0		$0	$0	$0	$0	$0	$0	$0		$0		$0	$0	$0
Balance at August 31, 2002	$6 483 134	$2 636 729	$139 002	$3 707 403	$2 925 592	$44 336	$226 692	$90 942	$242 083	$199 687	$0	($26 647)	$4 719	$0	$0

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School Jurisdiction Code: 1110

STATEMENT OF CAPITAL ALLOCATIONS
(SUPPORTED CAPITAL FINANCING ONLY)
for the Year Ended August 31, 2002

(in dollars)

		Deferred Capital Allocations	Unamortized Capital Allocations
Balance at August 31, 2001		$4,800,302	$14,271,356
Add:			
Capital allocations from:	AB Infrastructure - New/Modernization Projects	$1,065,893	
	Other Government of Alberta	$0	
	Federal Government and/or First Nations	$950,000	
	Alberta Municipalities	$0	
	Other Alberta school jurisdictions	$0	
	Other	$0	
Interest earned on provincial government capital allocations		$73,874	
Other capital grants and donations		$0	
Insurance proceeds		$0	
Donated capital assets (depreciable, at Fair Market Value)			$0
Transferred in capital assets (depreciable, at Net Book Value)			$0
Current Year Debenture Principal Repayment			$1,273,185
Expended capital allocations - current year		($4,784,509)	$4,784,509
Less:			
Unamortized Capital Allocation affected by a disposal through transfer out			$0
Capital allocations amortized to revenue			$1,221,715
Balance at August 31, 2002		$2,105,560	$19,107,335

1. AUTHORITY AND PURPOSE

The School Division delivers education programs under the authority of the School Act, Chapter S-3, Statutes of Alberta, January 1, 2002.

The School Division receives block allocations for instruction and support under Regulation 72/95. The regulation limits funding and expenses for administration. It permits the School Division, within specified limits, to reallocate funding between the instruction and support blocks.

2. SIGNIFICANT ACCOUNTING POLICIES

These financial statements have been prepared by management in accordance with Canadian generally accepted accounting principles and accounting policies consistent with those prescribed by Alberta Learning for Alberta school jurisdictions. The precise determination of many assets and liabilities is dependent on future events. As a result, the preparation of financial statements for a period involves the use of estimates and approximations which have been made using careful judgement. Actual results could differ from those estimates and approximations. The financial statements have, in management's opinion, been properly prepared within reasonable limits of materiality and within the framework of the accounting policies summarized below:

(a) Revenue Recognition

Revenue is recognized as follows:

Instruction and support allocations are recognized in the year to which they relate.

Fees for services related to courses and programs are recognized as revenue when such courses and programs are delivered.

Unrestricted contributions are recognized as revenue when received and receivable.

Externally restricted contributions are deferred and recognized as revenue in the period in which the restriction is complied with.

(b) Capital Assets

Capital assets are reflected in the accounts at cost, and are amortized over their estimated useful lives on a straight-line basis, at the following rates:

Buildings	15 - 40 years
Equipment	5 - 10 years
Vehicles	5 - 10 years

Only capital assets with costs in excess of $5,000 are capitalized. Any capital funding received for asset additions is amortized over the same period as the related asset (see Note 10).

(c) School Generated Funds

School generated funds are funds in the community, which come under the control and responsibility of the school principal and are for student activities. These funds are usually collected and retained at the school for expenditures paid at the school level (e.g. yearbook sales, graduation fees, field trip fees, etc.).

(d) Vacation Pay

Vacation pay is accrued in the period in which the benefit is earned by the employee.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

(e) Pensions

Pension costs included in these statements comprise the cost of employer contributions for current service of employees during the year.

The Division participates in the multi-employer pension plan, Local Authorities Pension Plan. The expense for this pension plan is equivalent to the annual contributions of $237,078 during the fiscal year.

The current service and past service costs of the Alberta Teacher Retirement Fund are met by contributions by active members and the Government of Alberta. Under the terms of the Teachers Pension Plan Act, the Division does not make pension contributions for certificated staff.

(f) Inventories

Inventories are valued at the lessor of cost or net realizable value.

(g) Prepaid Expenses

Certain expenses incurred and paid for before the close of the fiscal year are for specific school supplies, which will be consumed subsequent to the year-end, and are accordingly recorded as prepaid expenses.

(h) Contributed Services

Volunteers assist schools operated by the School Division in carrying out certain activities. Because of the difficulty of determining their fair value and the fact that such assistance is generally not otherwise purchased, contributed services are not recognized in the financial statements.

(i) Financial Instruments

The School Division's financial instruments consist of cash, accounts receivable, accounts payable and accrued liabilities, and long-term debt. It is management's opinion that the School Division is not exposed to significant interest, currency or credit risk arising from these financial instruments. Unless otherwise noted, the fair values of these financial instruments approximate their carrying values.

3. ACCOUNTS RECEIVABLE

	2002	2001
Provincial government	$ 451,232	$ 517,832
Federal government	115,579	185,573
Other	73,794	305,384
Other Alberta school jurisdictions	21,862	-
	$ 662,467	$ 1,008,789

4. PREPAID EXPENSES AND INVENTORIES

	2002	2001
Prepaid expenses	$ 342,075	$ 348,443
Inventories	19,938	23,204
	$ 362,013	$ 371,647

5. TRUST ASSETS

	2002	2001
Scholarship Trusts	$ 37,794	$ 37,794
Deferred Salary Leave Plan	44,231	20,759
	$ 82,025	$ 58,553

(a) Scholarship Trusts
The School Division administers two separate trust funds which are used to pay the Frank Robinson scholarship and Halina Dudzic awards.

The School Division also holds trust funds on behalf of the Sturgeon School Division Bursary Foundation and is responsible for paying an annual bursary of $600.

(b) Deferred Salary Leave Plan
During 1989, the School Division established a Deferred Salary Leave Plan, whereby employees are able, at their option, to defer a portion of their salary for a maximum period of six years. The funds are held in trust and invested in a savings trust account by the School Division.

6. SCHOOL GENERATED FUNDS

	2002	2001
Balance, Beginning of Year	$ 335,100	$ 286,629
Source of School Generated Funds		
School generated funds for the year	749,038	656,727
Less: Costs of generating school generated funds	(771,138)	(471,241)
	(22,100)	185,486
Donations Received	39,709	17,838
School Generated Funds Available for the Year	352,709	489,953
Application of School Generated Funds		
Less: School generated funds expended during the year	(56,703)	(154,853)
Balance, End of Year	$ 296,006	$ 335,100

7. CAPITAL ASSETS

	Cost	Accumulated Amortization	Net Book Value 2002	Net Book Value 2001
Land	$ 1,424,451	$ -	$ 1,424,451	$ 1,424,451
Buildings	43,736,336	19,404,462	24,331,874	20,565,907
Equipment	1,715,212	646,529	1,068,683	786,790
Vehicles	842,862	426,564	416,298	104,505
	$ 47,718,861	$ 20,477,555	$ 27,241,306	$ 22,881,653

STURGEON SCHOOL DIVISION NO. 24

NOTES TO FINANCIAL STATEMENTS (CONT'D)

AUGUST 31, 2002

8. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

	2002	2001
Province of Alberta	$ 349,723	$ 439,810
Other	1,916,051	1,811,590
Federal Government	786	-
	$ 2,266,560	$ 2,251,400

9. DEFERRED REVENUE

	2002	2001
Building Quality Restoration Program	$ 422,826	$ 144,967
Alberta Initiative for School Improvement	146,496	52,543
2002-03 one-time funding (Note 16)	131,299	-
Other	91,488	103,501
LRDC credit	19,246	22,444
Material fees	15,764	20,419
Technology Integration funding	-	191,006
	$ 827,119	$ 534,880

10. DEFERRED CAPITAL ALLOCATIONS

Capital allocations received for qualifying capital projects initiated by the School Division have been capitalized. These allocations are amortized on a basis consistent with the capital asset that the allocation funded. Details of the changes in the deferred capital allocations account are as follows:

	2002	2001
Balance, Beginning of Year	$ 4,800,303	$ 2,278,910
Grants Received During the Year	2,015,893	3,419,953
Interest Earned	73,875	223,628
	2,089,768	3,643,581
Transfers to Unamortized Capital Allocations	(4,784,511)	(1,122,188)
Balance, End of Year	$ 2,105,560	$ 4,800,303

11. LONG-TERM DEBT

	2002	2001
Alberta Municipal Financing Corporation debentures	$ 5,418,785	$ 6,691,970
Capital loan bearing interest at 7% annually, repayable in monthly instalments of $1,188, maturing August 2009.	78,457	-
	5,497,242	6,691,970
Less: Current Portion	(1,091,056)	(1,273,184)
	$ 4,406,186	$ 5,418,786

Principal payments due over the next five years and thereafter are as follows:

	Debentures	Capital Loan	Total
2003	$ 1,082,356	$ 8,700	$ 1,091,056
2004	850,585	9,700	860,285
2005	715,218	10,400	725,618
2006	625,305	11,100	636,405
2007	480,319	11,900	492,219
Thereafter	1,665,002	26,657	1,691,659
	$ 5,418,785	$ 78,457	$ 5,497,242

The debentures held with Alberta Municipal Financing Corporation bear interest at rates ranging from 6.875% to 12.0% and are fully supported by Alberta Finance.

12. UNAMORTIZED CAPITAL ALLOCATIONS

Unamortized capital allocations (UCA) represents the School Division's net investment in capital assets (other than land and equipment), purchased prior to September 1, 1995. The total debenture payments increase the balance in the UCA account, with the amortization expense on the related assets acting as a deduction to the account. Transfers from the deferred capital allocation account also increase the balance in the UCA account. Details of the changes to the account are as follows:

	2002	2001
Balance, Beginning of Year	$ 14,271,355	$ 13,073,134
Additions: Debenture Principal Repayments	1,273,184	1,295,711
Transfer from Deferred Capital Allocation Account	4,784,511	1,122,188
Deductions: Capital Allocation Revenue	(1,221,715)	(1,219,678)
Balance, End of Year	$ 19,107,335	$ 14,271,355

13. INTERNALLY RESTRICTED NET ASSETS

The Board of Trustees has internally restricted $3,325,323 (2001 - $2,837,852) for future operating expenditures and $382,080 (2001 - $679,062) for future capital expenditures. These internally restricted amounts are not available for other purposes without the approval of the Board of Trustees.

14. ALLOCATIONS FROM THE PROVINCE OF ALBERTA

	2002 (Budget)	2002 (Actual)	2001 (Actual)
Alberta Learning			
Instruction block	$ 22,895,729	$ 23,445,118	$ 22,755,353
Support block	7,241,761	6,236,168	7,119,319
Teacher salary enhancement	650,000	680,970	-
AISI	573,903	479,950	535,517
Other	150,844	61,296	-
Student Health Initiative	-	22,522	21,429
	31,512,237	30,926,024	30,431,618
Alberta Infrastructure	430,638	1,489,288	352,819
Alberta Finance	764,065	633,129	983,940
Other	25,300	365,417	555,133
	$ 32,732,240	$ 33,413,858	$ 32,323,510

15. COMMITMENTS

(a) Building Projects

The School Division is committed to further capital expenditures of approximately $5,991,432 for the replacement of the existing Guthrie school building as well as eight new core portables as follows:

Total project cost	$ 6,916,567
Less: expenditures to August 31, 2002	(5,626,466)
	$ 1,290,101

It is anticipated that these costs will be fully funded by capital allocations from Alberta Infrastructure.

(b) Equipment Leases

The School Division has the following commitments under equipment leases over the next five years:

2003	$ 151,390
2004	150,587
2005	139,236
2006	124,513
2007	124,513
	$ 690,239

16. ONE-TIME GRANT FUNDING

In the spring of 2002, Alberta Learning announced and provided one-time funding equal to approximately 3% of an identified list of grants provided to the Division in 2001-02 to support initiatives related to the 2002-03 school year. This one-time funding, in the amount of $131,299, has been deferred to the 2002-03 school year to match the year of expenditure.

17. SALARIES AND BENEFITS

	2002 (Budget)	2002 (Actual)	2001 (Actual)
Certificated			
Salaries	$ 15,732,293	$ 17,057,785	$ 15,494,411
Benefits	2,143,648	1,711,642	1,529,835
Uncertificated			
Salaries and wages	5,605,685	6,054,846	5,675,335
Benefits	1,489,654	1,043,312	938,041
	$ 24,971,280	$ 25,867,585	$ 23,637,622

18. DISCLOSURE OF SALARIES AND BENEFITS

	Number	Salaries and Wages	Benefits	Total
Chairman of the Board	1	$ 16,092	$ 329	$ 16,421
Other Board Members	6	89,038	1,752	90,790
Superintendent	1	109,000	9,858	118,858
Secretary-Treasurers	2	103,122	17,676	120,798
Salaries - Certificated	256	16,948,785	1,701,784	18,650,569
Salaries - Uncertificated	180	5,846,594	1,023,555	6,870,149
	446	$ 23,112,631	$ 2,754,954	$ 25,867,585

19. CONTINGENCIES

(a) Contingent Liability

On December 15, 2000, the School Division entered into an agreement with the Minister of National Defence. Under the terms of the agreement, the School Division leases land from the Minister, on which the new Guthrie School is located, in the amount of $1.00 per annum for a period of twenty-five years commencing on September 1, 2000 and continuing until August 31, 2025. The School Division has the option to renew the lease for a further twenty-five year term under the same terms and conditions provided the School Division notifies the Minister at least twelve months prior to the expiry of the present lease term of its intention to exercise this option.

Additionally, upon termination of the lease by either the School Division or the Minister, the School Division shall, at the choice of the Minister either, convey ownership of the new Guthrie School to the Minister for nominal consideration of $1.00, or demolish the school at its sole expense.

(b) Contingent Asset

The School Division is a member of a reciprocal insurance exchange called ALAIRE. A portion of the premiums paid each year represents equity contributions to the insurance fund. These payments have been recorded as expenditures in the financial statements as the value of equity is subject to liability claims and is not an asset that the School Division can liquidate.

STURGEON SCHOOL DIVISION NO. 24

NOTES TO FINANCIAL STATEMENTS (CONT'D)

AUGUST 31, 2002

20. OTHER SALES AND SERVICES

	2002 (Budget)	2002 (Actual)	2001 (Actual)
Other sales and services	$ 137,900	$ 239,276	$ 489,866
Secondments	-	179,625	105,604
Cafeteria sales	-	113,154	89,515
Equity rebates	-	44,839	69,561
Insurance claim	-	-	142,856
	$ 137,900	$ 576,894	$ 897,402

21. COMPARATIVE FIGURES

Certain comparative figures have been reclassified to conform with the current year's presentation.

SCHEDULE A to the AFS
ALLOCATION OF REVENUES AND EXPENSES TO PROGRAMS - 2001-200

School Jurisdiction Code: 1110

REVENUES	TOTAL	Early Childhood Services	Total Instruction (Grades 1 to 12)	Operations and Maintenance of Schools & Maintenance Shops	Transportation	Board & System Adminstration			External Services
						Board Governance	System Admintration	Total Board & System Admin.	
Alberta Learning allocations									
(1) Instruction block	$23 445 118	$1 608 154	$21 836 964						
(2) Support block	$6 236 168			$1 592 435	$3 246 312			$1 397 421	
(3) Instruction & support block reallocations	$0	$0	$0	$0	$0			$0	$0
(4) Alberta Initiative for School Improvement (AISI)	$479 950	$0	$479 950						
(5) Student Health Initiative (SHI)	$22 522	$0	$22 522						$0
(6) Teacher Salary Enhancement (TSE)	$680 970	$0	$680 970					$0	$0
(7) Regional Assessment Services (4 boards only)	$0								$0
(8) Regional P.D. Consortium (6 boards only)	$0								$0
(9) Other Alberta Learning revenues	$61 296				$61 296			$0	$0
(10) **Total Alberta Learning Revenue**	$30 926 024	$1 608 154	$23 020 406	$1 592 435	$3 307 608			$1 397 421	$0
Alberta Infrastructure									
(11) Expensed Block Mod, Block BQRP support	$383 640		$0	$383 640					
(12) Operations and Maintenance support	$1 105 649			$1 105 649					
(13) **Total Alberta Infrastructure Revenue**	$1 489 289		$0	$1 489 289					
(14) **Alberta Finance**	$633 129		$0	$633 129	$0			$0	
(15) **Other - Government of Alberta**	$365 417	$152 377	$136 489	$76 551	$0			$0	$0
(16) **Federal Government and/or First Nations**	$277 103	$0	$243 121	$20 275	$0			$13 707	$0
(17) **Other Alberta school authorities**	$0	$0	$0	$0	$0			$0	$0
(18) **Out of province local authorities**	$0	$0	$0	$0	$0			$0	$0
(19) **Alberta municipalities (excl. supplementary requisitions)**	$0	$0	$0	$0	$0			$0	$0
(20) **Instruction resource fees**	$281 000	$4 238	$276 762						
(21) **Transportation fees**	$0				$0				
(22) **Other sales and services**	$576 894	$0	$576 894	$0	$0			$0	$0
(23) **Investment income**	$166 818	$0	$125 399	$16 253	$0			$25 166	$0
(24) **Gifts and donations**	$0	$0	$0	$0	$0				$0
(25) **Rentals of facilities**	$0	$0	$0	$0	$0			$0	$0
(26) **Net school generated funds**	$56 703		$56 703					$0	
(27) **Gains on disposal of capital assets**	$27 753	$0	$0	$27 753	$0			$0	$0
(28) **Amortization of capital allocations**	$1 221 715		$0	$1 215 713	$6 001				
(29) **TOTAL REVENUES** $36 021 844	$36 021 844	$1 764 769	$24 435 774	$5 071 398	$3 313 609			$1 436 294	$0
EXPENSES									
(30) **Certificated salaries**	$17 057 785	$830 505	$15 915 400				$311 880	$311 880	$0
(31) **Certificated benefits**	$1 711 643	$86 573	$1 598 475				$26 594	$26 594	$0
(32) **Uncertificated salaries and wages**	$6 054 846	$750 787	$3 120 299	$1 367 090	$190 335	$105 130	$521 205	$626 335	$0
(33) **Uncertificated benefits**	$1 043 312	$141 405	$585 844	$215 737	$22 093	$2 081	$76 152	$78 233	$0
(34) **SUB - TOTAL**	$25 867 585	$1 809 270	$21 220 018	$1 582 826	$212 428	$107 211	$935 832	$1 043 042	$0
(35) **Services, contracts & supplies**	$7 236 853	$212 853	$2 275 393	$1 448 896	$2 942 002	$21 904	$335 804	$357 708	$0
(36) **Cost recoveries & transfers (must balance to zero)**	$0	$0	$0	$0	$0	$0	$0	$0	$0
(37) **Net school generated funds**	$56 703		$56 703						
Capital and debt services									
Amortization of capital assets									
(38) Supported	$1 221 715	$0	$114 672	$1 060 925	$0		$46 118	$46 118	$0
(39) Unsupported	$120 694	$0	$0	$19 729	$29 865	$0	$71 100	$71 100	$0
(40) Total Amortization	$1 342 409	$0	$114 672	$1 080 654	$29 865	$0	$117 218	$117 218	$0
Interest on capital debt									
(41) Supported	$633 129	$0	$0	$633 129	$0	$0	$0	$0	$0
(42) Unsupported	$0	$0	$0	$0	$0	$0	$0	$0	$0
(43) Other interest charges	$4 875	$0	$0	$0	$0	$0	$4 875	$4 875	$0
(44) Losses on disposal of capital assets	$3 579	$0	$0	$0	$3 579	$0	$0	$0	$0
(45) **TOTAL EXPENSES** $35 145 134	$35 145 134	$2 022 123	$23 666 787	$4 745 506	$3 187 874	$129 115	$1 393 729	$1 522 843	$0
(46) Surplus(deficit) Before Funding Allocated for Capital Purposes	$876 710	($257 354)	$768 987	$325 892	$125 735			($86 550)	$0
TOTAL applicable number of students/children	4 674	374	4 487	4 861	4 041			4 861	
AVERAGE PROGRAM COSTS per applicable student/child	$7 519	$5 407	$5 275	$976	$789			$313	

School Jurisdiction Code: 1110

SCHEDULE B1 to the AFS
INSTRUCTION Grades 1 to 12 Program 2001-2002 Expenses

EXPENSES	INSTRUCTION (Grades 1 to 12)							
	All Student Instruction	School Admin. & Instruction Support	System Instruction Support	Mildly & Moderately Disabled and Gifted & Talented	Severely Disabled	Alberta Initiative for School Improvement	Student Health Initiative	Total Instruction (Grades 1 to 12)
Certificated salaries	$11,841,893	$1,559,293	$484,460	$840,748	$840,748	$348,258	$0	$15,915,400
Certificated benefits	$1,234,409	$128,737	$55,349	$87,641	$87,641	$4,699	$0	$1,598,475
Uncertificated salaries and wages	$1,516,137	$50,829	$236,821	$202,540	$1,113,973	$0	$0	$3,120,299
Uncertificated benefits	$285,552	$10,350	$41,988	$38,147	$209,807	$0	$0	$585,844
SUB - TOTAL REMUNERATION	$14,877,991	$1,749,209	$818,617	$1,169,076	$2,252,169	$352,957	$0	$21,220,018
Services, contracts & supplies	$1,272,866	$175,508	$266,818	$121,298	$311,910	$126,993	$0	$2,275,393
Cost recoveries & transfers	$0	$0	$0	$0	$0	$0	$0	$0
Net school generated funds	$56,703							$56,703
Amortization of capital assets								
Supported	$114,672	$0	$0	$0	$0	$0	$0	$114,672
Unsupported		$0	$0	$0	$0	$0	$0	$0
Total Amortization	$114,672	$0	$0	$0	$0	$0	$0	$114,672
Interest on capital debt								
Supported	$0	$0	$0	$0	$0	$0	$0	$0
Unsupported	$0	$0	$0	$0	$0	$0	$0	$0
Other interest charges	$0	$0	$0	$0	$0	$0	$0	$0
Losses on disposal of capital assets	$0	$0	$0	$0	$0	$0	$0	$0
TOTAL EXPENSES	$16,322,232	$1,924,717	$1,085,435	$1,290,374	$2,564,079	$479,950	$0	$23,666,787
FTE Certificated				15	15			
FTE Uncertificated				8	44			

SCHEDULE B2 to the AFS
INSTRUCTION Grades 1 to 12 Program 2001-2002

	AB LEARNING INSTRUCTION BLOCK REVENUE	ALBERTA LEARNING OTHER REVENUE	NON-ALBERTA LEARNING REVENUE	INSTRUCTION BLOCK REALLOCATION	TOTAL REVENUE	TOTAL EXPENSES	NET
Basic Instruction	$18,651,157	$1,183,442	$1,138,606	$0	$20,973,205	$16,923,910	$4,049,295
School Admin & Instruction Support Expenses						$1,924,717	($1,924,717)
System Instruction Support Expenses						$1,085,435	($1,085,435)
Total Basic Instruction	$18,651,157	$1,183,442	$1,138,606	$0	$20,973,205	$19,934,063	$1,039,142
Sub-Programs & Initiatives							
Severely Disabled	$2,273,833		$0		$2,273,833	$2,564,079	($290,246)
English as a Second Language	$50,540				$50,540	$50,540	$0
Enhanced Opportunities	$21,000				$21,000	$21,000	$0
Native Education Project	$49,412		$0		$49,412	$49,412	$0
Institutional Programs	$276,983				$276,983	$276,983	$0
Sparsity & Distance	$5,280				$5,280		$5,280
Growth & Density	$14,811				$14,811		$14,811
Teacher Assistants Program	$85,882				$85,882	$85,882	$0
Early Literacy Initiative (K-2)	$156,033				$156,033	$156,033	($0)
Learning Resources (LRC credit used)	$46,230		$276,762		$322,992	$322,992	$0
Supernet	$0				$0	$0	$0
Technology Integration	$191,006		$0		$191,006	$191,006	$0
French as a Second Language(all jurisdictions)	$0				$0	$0	$0
Home Education	$14,797		$0		$14,797	$14,797	$0
Emergent	$0				$0	$0	$0
Total Sub-Programs & Initiatives	$3,185,807		$276,762		$3,462,569	$3,732,724	($270,155)
INSTRUCTION, GRADES 1-12 (plus Early Lit. ECS)	$21,836,964	$1,183,442	$1,415,368	$0	$24,435,774	$23,666,787	$768,987

School Jurisdiction Code: 1110

SCHEDULE C to the AFS
SUMMARY OF REVENUE TRANSFERS
BETWEEN ALBERTA LEARNING BLOCK ALLOCATIONS - 2001-2002

	Early Childhood Services	Instruction (Grades 1 to 12)	Operations and Maintenance	Transportation	Board and System Administration	External Services
Alberta Learning block allocations - Schedule A (Lines 1 & 2)	$1,608,154	$21,836,964	$1,592,435	$3,246,312	$1,397,421	
Reallocations permitted by the "Funding for School Authorities" manual						
From instruction block to:						
(1) External Services		$0				$0
From ECS component of instruction block:						
(1) Transportation (part of the 2% maximum) (Note)	$0			$0		
(2) Operations and maintenance of schools (part of the 2% maximum) (Note)	$0		$0			
From all or part of maximum 2% of instruction block to:						
(1) Operations and maintenance of schools		$0	$0			
(2) Transportation		$0		$0		
Calculation: 2% of *$23,445,118* = *$468,902* *$0*						
From instruction block (Growth & Denisty component) to:						
(1) Operations and maintenance of schools		$0	$0			
(2) Transportation		$0		$0		
Reallocations directed by the board of trustees						
From operations and maintenance of schools block to:						
(1) Transportation			$0	$0		
(2) Instruction			$0			
From transportation block to:						
(1) Operations and maintenance			$0	$0		
(2) Instruction				$0		
From board and system administration block to:						
(1) Transportation				$0	$0	
(2) Operations and maintenance of schools			$0		$0	
(3) Instruction					$0	
From within the instruction block and its components:						
(1) Instruction to: Early childhood services (ECS)	$0	$0				
(2) ECS to: Instruction	$0	$0				
AMOUNTS REFLECTED ON SCHEDULE A (Line 3)	$0	$0	$0	$0	$0	$0

Note: Incremental ECS costs for transportation or O & M funded out of the instruction block should normally be recorded as a cost recovery on Schedule B rather than as a revenue transfer on this schedule.

School Jurisdiction Code: 1110

SCHEDULE D to the AFS
CALCULATION OF MAXIMUM ELIGIBLE EXPENSE LIMITS FOR BOARD (GOVERNANCE) AND SYSTEM ADMINISTRATION 2001-2002

STEP 1

Determine the total eligible revenue which is used as the BASE TOTAL to calculate the maximum eligible expense limits for Board and System Administration

Total Revenues (Schedule A):	
Instruction Block - Grades ECS -12 (excluding technology integration and emergent)	$23,254,112
Support Block - Operations & Maintenance	$1,592,435
- Transportation	$3,246,312
SUBTOTAL	$28,092,859
Other Revenues	
Alberta Infrastructure (Operations & Maintenance)	$1,105,649
Other Alberta Learning revenues (Excluding One-Time Grant)	$0
Other - Government of Alberta (Excluding Alberta Finance)	$365,417
Federal government/First Nations	$277,103
Other Alberta school authorities	$0
Out of province local authorities	$0
Alberta municipalities	$0
Other sales and services	$576,894
Interest on investments	$166,818
Rentals of facilities	$0
Gains on disposal of capital assets	$27,753
Amortization of capital allocations	$1,221,715
School generated funds (Schedule E)	$749,038
BASE TOTAL FOR CALCULATING MAXIMUM EXPENSE LIMITS	**$32,583,245**

STEP 2

Calculation of maximum expense limit PERCENTAGE for Board and System Administration expenses

If "Total Net Enrolled Students" are 6,000 and over	= 4%	**4.76%**
If "Total Net Enrolled Students" are 2,000 and less	= 6%	

The Maximum Expense Limit for Board and System Administration is based on an arithmetical proration for the TOTAL FTE count for grades 1 -12, net of Home Education AND Adult students, between 2,000 to 6,000 at .0005 per FTE.

EXAMPLE: 4,500 FTE count grades 1-12 = 6,000 - 4,500 = 1,500 X .0005 = .75% plus 4% = maximum expense limit of 4.75%

Note: Calculation unnecessary if Total FTE is 6,000 or more, and 2,000 & less.

STEP 3

Calculate maximum expense limit AMOUNTS for Board and System Administration expenses

Maximum Expense Limit percentage (Step 2) x Base Total (Step 1)		$1,550,962
Considerations for Charter Schools and Francophone Boards:		
If Charter School, enter 50,000	0	$0
If Francophone Board, enter 300,000	0	$0
(If none of these considerations apply, leave the above cells blank)		
MAXIMUM EXPENSE LIMIT		**$1,550,962**

STEP 4

Compare maximum expense limit amounts calculated in Step 3 to actual expenses (from Schedule A)

Actual Board Governance & System Administration expenses	$1,522,843
PLUS: transfers to Restricted - Operating (Board/System Administration)	$0
LESS: transfers from Restricted - Operating (Board/System Administration)	-$31,574
TOTAL BOARD GOVERNANCE & SYSTEM ADMINISTRATION EXPENSES	$1,491,269
Maximum Expense Limit for Board & System Administration (Step 3)	$1,550,962
ACTUAL EXPENSES - OVER(UNDER) MAXIMUM EXPENSE LIMIT	-$59,693

School Jurisdiction Code: 1110

SCHEDULE E to the AFS
SOURCE & APPLICATION OF SCHOOL GENERATED FUNDS (SGF) - 2001-2002

Unexpended SGF - Opening Balance August 31, 2001		$335,100
Source of School Generated Funds:		
Total School Generated Funds for the year (Note 1)	$749,038	
Less: SGF - related cost recoveries (Note 2)	$771,138	
- capitalized at the District level	$0	
Net Total	($22,100)	
Plus: Donations Received (Note 3)	$39,709	
Equals: Net Additions to SGF		$17,609
Net SGF Available for discretionary spending		$352,709
Net SGF revenue and Net SGF expense - per schedule A, line 26 and line 37		
Net expended SGF for discretionary purposes (Note 4)		$56,703
Unexpended SGF - Closing Balance August 31, 2002		$296,006

Note 1 Excludes fees collected pursuant to Section 60(2)(j) of the School Act (e.g. instruction materials and technology fees determined by board policy or resolution). This is the amount used to calculate the administrative cap. See Schedule E.

Note 2 These are the expenses (a) incurred in generating SGF (e.g. fundraising expenses, printing of tickets, payment to DJ at school dance; cost of goods sold for school cafeteria/servery; staffing and supplies for a dinner; raffle prizes; supplies for a car wash; book fair purchases; meals for lunch program), or (b) collected and disbursed for the benefit of individual students (e.g. cost of field trips for student activities not leading to CEU's). Monies collected for CEU-related activities are not SGF. They are recorded as instruction fees.

Note 3 Donations are restricted to cash; gifts in kind are treated as board assets, not SGF. Amounts are net of related expenses.

Note 4 Only SGF expended for discretionary purposes are recorded as revenue and expense; unexpended funds are carried forward on the balance sheet to the succeeding year. Any capital items purchased with SGF should be treated as a SGF-related cost recovery.

School Jurisdiction Code: 1110

SCHEDULE F to the AFS
Operations and Maintenance Program 2001-2002 Expenses

	Operations and Maintenance								
EXPENSES	Maintenance Office & Shop Administration	Preventative Maintenance	Custodial	Fire/Security/ Safety Systems	Sites and Grounds Maintenance	Utilities and Communications	Expensed Block BQRP/Mod.	Capital & Debt Services and Transfers	Total Operations and Maintenance
Uncertificated salaries and wages	$23,796	$0	$1,018,170	$0	$325,124	$0	$0		$1,367,090
Uncertificated benefits	$4,542	$0	$159,225	$0	$51,969	$0	$0		$215,737
SUB - TOTAL REMUNERATION	$28,338	$0	$1,177,395	$0	$377,093	$0	$0		$1,582,826
Contracted Services	$107,164	$41,550	$78,140	$7,360	$11,186	$1,819	$358,639		$605,859
Supplies	$0	$0	$71,812		$30,734		$0		$102,546
Electricity						$479,493			$479,493
Natural Gas/Heating Fuel						$214,432			$214,432
Sewer and Water						$46,566			$46,566
Cost recoveries & transfers								$0	$0
Amortization of capital assets									
Supported								$1,060,925	$1,060,925
Unsupported	$0	$0	$0	$0	$0	$0	$0	$19,729	$19,729
Total Amortization	$0	$0	$0	$0	$0	$0	$0	$1,080,654	$1,080,654
Interest on capital debt									
Supported								$633,129	$633,129
Unsupported								$0	$0
Other interest charges								$0	$0
Losses on disposal of capital assets								$0	$0
TOTAL EXPENSES	$135,502	$41,550	$1,327,347	$7,360	$419,013	$742,311	$358,639	$1,713,783	$4,745,506
FTE Uncertificated (Board/Contract)	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0

Notes:

Maintenance Office & Shop Administration:	Includes all maintenance office related remuneration, supplies, services and contracts.
Preventative Maintenance:	Includes all structural, architectural, mechanical and electrical maintenance items identified below - activities required for operating and maintaining the structure, envelope, roof, parkade, ramps/fire escapes, fixed exterior walls, exterior finishes of the buildings and outside doors/other barriers - activities for purchase, installation, maintenance and repair of mechanical and electrical systems for the maintenance buildings and schools.
Custodial:	Includes all the activities required for ensuring the buildings are kept in a clean and tidy condition.
Fire/Security/Safety Systems:	Includes all activities required for fire prevention/alarms systems, security personnel and alarm systems, detection systems and related safety systems for the property.
Sites & Grounds Maintenance:	Sites & Grounds Maintenance: includes all activities required for maintenance and upkeep of exterior grounds, parking lots, athletic fields including snow removal and lawn care.
Utilities & Communications:	Includes all cost related to electricity(light & power), natural gas and other heating fuels, sewer & water and all forms of communications.
Expensed Block BQRP/Mod:	Includes all non-capital activities related to Block BQRP/Modernization expensed by the jurisdiction.
Capital & Debt Services:	Includes all activities related to supported school amortization and debt interest expense. All unsupported amortization is allocated to the appropriate sub-categories.

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School Jurisdiction Code: 1110

SCHEDULE G to the AFS
DISCLOSURE OF SALARIES AND BENEFITS - 2001-2002
(SECTION 126.1 OF THE SCHOOL ACT)

		FTE's or Individuals	Remuneration	Benefits	Allowances	Performance Bonuses	ERIP's / Other	Total	Expenses
Board of Trustees:									
Chairman									
Name	Horner,Gail	1	$16,092	$329	$0	$0	$0	$16,421	$3,592
Board Members:									
Name	Jewell, Terry	1	$14,550	$284	$0	$0	$0	$14,834	$3,987
Name	Milligan, Bob	1	$14,750	$289	$0	$0	$0	$15,039	$2,260
Name	Fundytus,Careen	1	$13,750	$259	$0	$0	$0	$14,009	$1,056
Name	Gervais,Therese	1	$13,938	$264	$0	$0	$0	$14,202	$3,465
Name	Hrynchuk,Fred	1	$17,750	$380	$0	$0	$0	$18,130	$3,934
Name	Ross-Carleton,Mickey	1	$14,300	$275	$0	$0	$0	$14,575	$3,347
Name		0	$0	$0	$0	$0	$0	$0	$0
Name		0	$0	$0	$0	$0	$0	$0	$0
Name		0	$0	$0	$0	$0	$0	$0	$0
Name		0	$0	$0	$0	$0	$0	$0	$0
Subtotal		**7**	**$105,130**	**$2,081**	**$0**	**$0**	**$0**	**$107,211**	**$21,641**
Superintendent	Evan Miller (2)	1	$109,000	$9,858	$0	$0	$0	$118,858	$15,575
Secretary/Treasurer	Karen Parasynchuk / Marlene Pils (2)	2	$103,122	$17,676	$0	$0	$62,299	$183,097	$3,472
Secretary	(2)	0	$0	$0	$0	$0	$0	$0	
Treasurer	(2)	0	$0	$0	$0	$0	$0	$0	$0
Certificated Salaries	(1)	256	$16,948,785	$1,701,784	$0	$0	$0	$18,650,569	$0
Uncertificated Salaries & Wages	(1)	180	$5,784,295	$1,023,555	$0	$0	$0	$6,807,850	$0
TOTALS			**$23,050,332**	**$2,754,954**	**$0**	**$0**	**$62,299**	**$25,867,585**	**$40,688**
							Sub-Total of Salaries and Benefits from Schedule A:	$25,867,585	

Notes: Please refer to completion information on page 15.

(1) Full time equivalents (FTE's)

(2) Employed or contracted

Marlene Pilsner - Salary till Feb 1, 2002 $ 44936.23 Benefits $ 7797

Entitlement in Lieu - $ 62299

Karen Parasynchuk - Salary till Aug 31, 2002 $ 58,185.72 Benefits - 9879

School Jurisdiction Code: 1110

SCHEDULE G1 to the AFS

DISCLOSURE OF SALARIES AND BENEFITS *(SECTION 148.1 OF THE SCHOOL ACT)*

COMPLETION INFORMATION

(1) Salary and benefits consist of and agree with the amounts properly recorded in the school jurisdiction's payroll records and related object codes for salaries, wages and benefits.

(2) **Remuneration** includes regular base salaries, administrative allowances, overtime, lump sum payments EXCEPTING TERMINATION BENEFITS (See #10A below), honoraria, deferred salary leave accruals and any other direct cash remuneration EXCEPTING PERFORMANCE PAY (See #10 below**)**.

(3) Certificated salaries include the aggregate of all payments for certificated staff regardless of the length, nature or definition of the employment agreement. The number of full time equivalent staff should be measured as at September 30.

(4) Uncertificated salaries and wages should be measured in terms of the number of individuals employed as at September 30.

(5) Salary and benefits information should be the aggregate amount covering the same fiscal period as the audited financial statements.

(6) Salary must include deferred salary accruals.

(7) Salary includes only payments for services subject to an employer-employee relationship.

(8) **Benefits** include the employer's share of all employee benefits and contributions or payments made on behalf of employees including retirement pensions, Canada pension plan (CPP), employment insurance (EI), health care, dental coverage, vision coverage, out of country medical benefits, group life insurance, accidental disability and dismemberment insurance, long and short term disability plans.

(9) **Allowances** include all monies paid to an employee as miscellaneous **negotiated** allowances. This category will include car or travel allowances, isolation allowances, relocation expenses, sabbaticals, special leave with pay, financial and retirement planning services, and club memberships. ADMINISTRATIVE ALLOWANCES are included in **Remuneration**.

(10) **Performance Bonuses** include those monies paid to employees of the school authority that are tied to the achievement of some specifed goal or objective.

(10A) **Other** includes termination benefits ((severance pay, retiring allowances (ERIP's), sick leave and other settlement costs due to loss of employment).

(11) **Expenses** will include the reimbursements of travel, subsistence, moving costs, conference fees, etc., paid by the employee **or on his/her behalf** in performing the responsibilities of employment.

(12) The superintendent's remuneration is in terms of one individual who is the Chief Executive Officer. Benefits for the superintendent do not include Alberta Learning contributions to the Teachers Retirement Fund pension plan.

(13) A position should include salary, benefits and allowances earned by an individual who officially acted in a position while it was vacant. If a position was vacant and no one acted in the position, the position should not be disclosed.

(14) Benefits and allowances need not include an amount for automobile, housing or other benefits for which a value cannot be reasonably estimated.

(15) If a position is occupied by more than one individual during a year, the aggregate salary, benefits and allowances earned by the individuals in the position should be disclosed. An explanatory note should indicate the number of individuals.

School Jurisdiction Code 6004

AUDITED
FINANCIAL STATEMENTS
and Supporting Schedules
FOR THE YEAR ENDED AUGUST 31, 2002

[School Act, Sections 147(2)(a), 151(1) and 276]

Suzuki Charter School Society

Name of School Jurisdiction

7211 - 96A Avenue, Edmonton

Mailing Address

468-2598 463-8630

Telephone and Fax Numbers

SCHOOL JURISDICTION MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The financial statements and supporting schedules Suzuki Charter School Society (Name of School Jurisdiction) presented to Alberta Learning have been prepared by school jurisdiction management which has responsibility for their preparation, integrity and objectivity. The financial statements and schedules, including notes, have been prepared in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

In fulfilling its reporting responsibilities, management has maintained internal control systems and procedures designed to provide reasonable assurance that the school jurisdiction's assets are safeguarded, that transactions are executed in accordance with appropriate authorization and that accounting records may be relied upon to properly reflect the school jurisdiction's transactions. The effectiveness of the control systems is supported by the selection and training of qualified personnel, an organizational structure that provides an appropriate division of responsibility and a strong budgetary system of control.

Board of Trustees Responsibility
The ultimate responsibility for the financial statements lies with the Board of Trustees. The Board reviewed the financial statements with management in detail and the Board approved the financial statements for release.

External Auditors
The Board appoints external auditors to audit the financial statements and meets with the auditors to review their findings. The external auditors have full and free access to school jurisdiction records.

Declaration of Management and Board Chairman
To the best of our knowledge and belief, these financial statements and supporting schedules reflect, in all material respects, the financial position and results of operations and cash flows for the year in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

BOARD CHAIRMAN

Lissa Bonnell Davies
Name
Signature

SUPERINTENDENT

Bruce McIntosh
Name
Signature

SECRETARY TREASURER OR TREASURER

Heather Christison-Lopes
Name
Signature

22-Nov-02
Dated

c.c. ALBERTA LEARNING, School Reporting Branch
[illegible] 10155 102 Street, Edmonton AB [illegible]
EMAIL: [illegible]gov.ab.ca
PHONE: [illegible] FAX: [illegible]

School Jurisdiction Code: 12

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TOBER HEMBLING
Chartered Accountants

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AUDITORS' REPORT

To the Board of Directors
Suzuki Charter School Society

We have audited the statement of financial position of the Suzuki Charter School Society as at August 31, 2002 and the statements of revenues and expenses, cash flows and changes in net assets for the year then ended. These financial statements are the responsibility of the charter school's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the financial position of the charter school as at August 31, 2002 and the results of its operations, changes in cash flows and net assets for the year then ended in accordance with Canadian generally accepted accounting principles.

Our audit was conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The supplementary information included in Schedules A through G is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such supplementary information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

Tober Hembling

Chartered Accountants

Edmonton, Alberta

October 16, 2002

School Jurisdiction Code: 12

STATEMENT OF FINANCIAL POSITION

as at August 31

(in dollars)

		2002	2001
ASSETS			
Current assets			
Cash and temporary investments		$33,895	$54,268
Accounts receivable (net after allowances)			
Province of Alberta		$15,103	$6,628
Federal Government and/or First Nations		$6,766	$7,115
Alberta municipalities		$0	$0
Other Alberta school jurisdictions		$0	$0
Other		$5,842	$1,417
Prepaid expenses		$3,361	$3,230
Other current assets		$0	$0
Total current assets		$64,967	$72,658
School generated assets		$88,789	$73,101
Trust assets		$0	$0
Capital assets			
Land		$0	$0
Buildings	$107,469		
Less: accumulated amortization	($12,900)	$94,569	$98,869
Equipment	$99,765		
Less: accumulated amortization	($38,471)	$61,294	$76,773
Vehicles	$0		
Less: accumulated amortization	$0	$0	$0
Total capital assets		$155,863	$175,642
TOTAL ASSETS		$309,619	$321,401
LIABILITIES			
Current liabilities			
Bank indebtedness		$0	$0
Accounts payable and accrued liabilities			
Province of Alberta			$0
Federal Government and/or First Nations		$9,475	$0
Alberta municipalities		$0	$0
Other Alberta school jurisdictions		$0	$0
Other		$17,297	$33,756
Deferred revenue		$8,496	$11,087
Deferred capital allocations		$0	$0
Current portion of all long term debt		$12,482	$20,128
Total current liabilities		$47,750	$64,971
School generated liabilities		$88,789	$73,101
Trust liabilities		$0	$0
Unfunded employee future benefit liability		$0	$0
Long term debt			
Supported: Debentures and other supported debt		$51,087	$0
Less: Current portion of supported debt		($12,482)	$0
Unsupported: Debentures and Capital Loans		$0	$0
Capital Leases		$0	$71,215
Mortgages		$0	$0
Less: Current portion of unsupported debt		$0	($20,128)
Unamortized capital allocations		$0	$0
Total long term liabilities		$127,394	$124,188
TOTAL LIABILITIES		$175,144	$189,159
NET ASSETS			
Unrestricted net assets		$49,826	$27,814
Operating Reserves		$0	$0
Accumulated Operating Surplus (Deficit)		$49,826	$27,814
Investment in capital assets		$84,649	$104,428
Capital Reserves		$0	$0
Total Capital Funds		$84,649	$104,428
Total net assets		$134,475	$132,242
TOTAL LIABILITIES AND NET ASSETS		$309,619	$321,401

School Jurisdiction Code: 12

STATEMENT OF REVENUES AND EXPENSES

for the Year Ended August 31

(in dollars)

	Actual 2002	Budget 2002 (1)	Actual 2001 (2)
REVENUES			
Alberta Learning	$627,256	$630,860	$598,133
Alberta Infrastructure	$173,850	$65,461	$65,461
Alberta Finance	$0	$0	$0
Other Government of Alberta	$0	$0	$400
Federal Government and/or First Nations	$0	$42,000	$736
Other Alberta school authorities	$0	$0	$0
Out of province local authorities	$0	$0	$0
Alberta Municipalities (excluding supplementary requisitions)	$0	$0	$0
Instruction resource fees	$5,300	$8,400	$8,275
Transportation fees	$0	$0	$0
Other sales and services	$0	$8,000	$0
Investment income	$76	$0	$1,258
Gifts and donations	$13,612	$10,000	$38,887
Rentals of facilities	$0	$35,960	$0
Net school generated funds	$10,122	$37,750	$7,359
Gains on disposal of capital assets	$0	$0	$0
Amortization of capital allocations	$0	$0	$0
Total Revenues	$830,216	$838,431	$720,509
EXPENSES			
Certificated salaries	$367,280	$364,348	$337,374
Certificated benefits	$42,124	$36,998	$36,506
Uncertificated salaries and wages	$113,622	$127,680	$97,759
Uncertificated benefits	$14,601	$14,000	$15,254
Services, contracts and supplies	$236,672	$240,879	$181,861
Net school generated funds	$10,122	$35,750	$7,359
Capital and debt services			
Amortization of capital assets			
Supported	$4,300	$0	$0
Unsupported	$15,479	$16,288	$16,288
Total Amortization of capital assets	$19,779	$16,288	$16,288
Interest on capital debt			
Supported	$22,724	$0	$0
Unsupported	$566	$2,488	$19,593
Total Interest on capital debt	$23,290	$2,488	$19,593
Other interest charges	$493	$0	$661
Losses on disposal of capital assets	$0	$0	$0
Total Expenses	$827,983	$838,431	$712,655
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES BEFORE FUNDING ALLOCATED FOR CAPITAL PURPOSES	$2,233	$0	$7,854
Block BQRP revenue used for capital purposes	$0	$0	$0
Block MOD revenue used for capital purposes	$0	$0	$0
1999 One-time grant revenue used for capital purposes	$0	$0	$0
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES	$2,233	$0	$7,854

Note (1) 2001-2002 budget numbers as restated or taken from the finalized Budget Report pursuant to section 147(2)(b) of the School Act.

Note (2) 2000-2001 actuals as restated or taken from the finalized audited financial statements pursuant to Section 147(2)(a) of the School Act.

School Jurisdiction Code: 12

STATEMENT OF CASH FLOWS

for the Year Ended August 31

(in dollars)

		2002	2001
CASH FLOWS FROM:			
A. OPERATIONS			
Surplus (deficit) of revenues over expenses for the year		$2,233	$7,855
Add (Deduct) items not requiring cash:			
Amortization of capital allocations revenue		$0	$0
Total amortization expense		$19,779	$16,288
Gains on disposal of capital assets		$0	$0
Losses on sale of capital assets		$0	$0
Changes in accrued accounts:			
Accounts receivable		($12,551)	$3,512
Prepaids and other current assets		($131)	$13,475
Payables and accrued liabilities		($6,984)	$31,519
Deferred revenue		($2,591)	($3,813)
Unfunded employee future benefit expense (recovery)		$0	$0
Other (e.g. change in net trust liabilities)		$0	$0
Total sources (uses) of cash from Operations		($245)	$68,836
B. INVESTING ACTIVITIES			
Purchases of capital assets			
Land		$0	$0
Buildings		$0	$0
Equipment		$0	($34,907)
Vehicles		$0	$0
Proceeds from disposal of capital assets		$0	$0
Other (describe)		$0	$0
Total sources (uses) of cash from Investing activities		$0	($34,907)
C. FINANCING ACTIVITIES			
Capital allocations received		$0	$0
Issue of long term debt		$0	$0
Repayment of long term debt		($20,128)	($33,901)
Add back: supported portion		$0	$0
Total sources (uses) from Financing activities		($20,128)	($33,901)
Net sources (uses) of cash equivalents* during year		($20,373)	$28
Cash Equivalents at the beginning of the year		$54,268	$54,240
Cash Equivalents at the end of the year	$33,895	$33,895	$54,268

Note: Cash equivalents consist of:
- cash and temporary investments
- bank indebtedness

School Jurisdiction Code: 0

STATEMENT OF CHANGES IN NET ASSETS
for the Year Ended August 31, 2002
(in dollars)

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)	(14)	(15)
	TOTAL NET ASSETS (Columns 2+3+4	INVESTMENT IN CAPITAL ASSETS	UNRESTRICTED NET ASSETS	TOTAL RESTRICTED NET ASSETS Columns 5 to 15	RESTRICTED NET ASSETS										
					School Based		Alberta Infrastructure			Board & System Admin.		Transportation		External Services	
					Unsupported Operating Reserves	Unsupported Capital (Vehicle, Equip) Reserves	Unsupported O& M Operating Reserves	Supported School (Bldg/Land) Capital Reserves	Unsupported Capital (Bldg, Vehicle,Equip) Reserves	Unsupported Operating Reserves	Unsupported Capital (Bldg, Vehicle,Equip) Reserves	Unsupported Operating Reserves	Unsupported Capital (Bldg, Vehicle,Equip) Reserves	Unsupported Operating Reserves	Unsupported Capital (Bldg, Vehicle,Equip) Reserves
Balance at August 31, 2001	$132,242	$104,428	$27,814	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
Prior period adjustments (describe)															
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
Adjusted Balance, Aug. 31, 2001	$132,242	$104,428	$27,814	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
Surplus(def) of revenue over expenses	$2,233		$2,233												
Block BQRP funded capital transactions		$0	$0												
Block MOD funded capital transactions		$0	$0												
Board funded capital transactions		$0	$0	$0	$0	$0	$0		$0	$0	$0	$0	$0	$0	$0
Donations of non-amortizable assets	$0	$0													
Amortization of capital assets		($19,779)	$19,779												
Amortization of capital allocations		$0	$0												
Disposal of unsupported capital assets		$0	$0	$0		$0			$0		$0		$0		$0
Disposal of supported capital assets	$0	$0	$0	$0				$0							
Debt principal payments (unsupported)		$0	$0	$0	$0	$0	$0	$0	$0	$0	$0				
Net transfers to operating reserves			$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
Net transfers from operating reserves			$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
Net transfers to capital reserves			$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
Net transfers from capital reserves	$0		$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
Balance at August 31, 2002	$134,475	$84,649	$49,826	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0

School Jurisdiction Code: 12

STATEMENT OF CAPITAL ALLOCATIONS
(SUPPORTED CAPITAL FINANCING ONLY)
for the Year Ended August 31, 2002
(in dollars)

		Deferred Capital Allocations	Unamortized Capital Allocations
Balance at August 31, 2001		$0	$0
Add:			
Capital allocations from:	AB Infrastructure - New/Modernization Projects	$0	
	Other Government of Alberta	$0	
	Federal Government and/or First Nations	$0	
	Alberta Municipalities	$0	
	Other Alberta school jurisdictions	$0	
	Other	$0	
Interest earned on provincial government capital allocations		$0	
Other capital grants and donations		$0	
Insurance proceeds		$0	
Donated capital assets (depreciable, at Fair Market Value)			$0
Transferred in capital assets (depreciable, at Net Book Value)			$0
Current Year Debenture Principal Repayment			$0
Expended capital allocations - current year		$0	$0
Less:			
Unamortized Capital Allocation affected by a disposal through transfer out			$0
Capital allocations amortized to revenue			$0
Balance at August 31, 2002		$0	$0

SUZUKI CHARTER SCHOOL SOCIETY

Notes to Financial Statements
August 31, 2002

1. Authority and Purpose

The Society delivers education programs under the authority of the School Act, Chapter S-3.1, Statutes of Alberta, 1988.

The Society receives block allocations for instruction and support under Regulation 72/95. The regulation limits funding and expenses for administration. It permits the Society, within specified limits, to reallocate funding between the instruction and support blocks.

2. Significant Accounting Policies

a) Revenue Recognition

Revenue is recognized as follows:

Instruction and support allocations are recognized in the year to which they relate.

Fees for services related to courses and programs are recognized as revenue when such courses and programs are delivered.

b) School Generated Funds

Funds generated from school based activities are included as assets, liabilities, revenues and expenses of the school because the accountability and control/ownership of these funds rests with school officials or their appointee(s).

c) Contributed Services

Volunteers assist the Charter School in carrying out certain activities. Because of the difficulty of determining their fair value and of the fact that such assistance is generally not otherwise purchased, contributed services are not recognized in the financial statements.

d) Capital Assets

Capital assets are amortized commencing in the fiscal year following the year of acquisition on a straight line basis over the estimated useful life of the asset as follows:

Buildings	25 years
Computer equipment	5 years
Musical equipment	10 years
Stage equipment	10 years

e) Financial Instruments

The fair values of cash, accounts receivable, accounts payable and accrued liabilities approximate their carrying values due to the relatively short period to maturity of the instruments.

SUZUKI CHARTER SCHOOL SOCIETY

Notes to Financial Statements
August 31, 2002

3. Capital Assets

	Cost	Accumulated Amortization	Net Book Value 2002	Net Book Value 2001
Buildings	$ 107,469	$ 12,600	$ 94,869	$ [illegible]
Equipment				
Computer equipment	$ 55,020	$ 33,012	$ 22,008	$ [illegible]
Musical equipment	9,839	1,968	7,871	[illegible]
Stage equipment	34,908	3,491	31,417	[illegible]
Total equipment	$ 99,755	$ 38,471	$ 61,284	$ [illegible]

4. Deferred Revenue

Deferred revenue consists of the following:

	2002	2001
Alberta Learning	$ 1,848	$ [illegible]
Prepaid Registration	6,650	[illegible]
	$ 8,498	$ [illegible]

5. Long Term Debt

	2002	2001
14.15% capital lease, matured during the year	$ -	$ 10,774
28.04% capital lease, repayable in monthly instalments of $2,550 including interest, maturing September [illegible], secured by portable buildings with carrying value of $94,869	51,057	65,441
	51,057	[illegible]
Less portion due within one year	11,449	[illegible]
	$ 39,608	$ 51,057

6. Budget Amounts

The budget was prepared by the Charter School's management with Board of Directors approval given on May 17, 2001. It is presented for information purposes only and has not been audited.

7. Operations and Maintenance Program Schedule F

Suzuki Charter School Society leases the premises from Edmonton Catholic Schools and two portable classrooms from AltaFab.

The lease from Edmonton Catholic Schools includes preventative maintenance, custodial services, fire/security safety systems, site and ground maintenance and utilities. The lease agreement is based on a rate of $6.00 per square foot and provides only an allocation of the costs for the custodial services outlined on Schedule F. Further cost allocation was not available from Edmonton Catholic Schools. For purposes of these financial statements, total lease payments have been included in Schedule F in the category of Preventative Maintenance under the expenditures of Contracted Services net of $21,300 included in the category of custodial under the expenditures of contracted services.

The portable classrooms are recorded in the financial statements as capital leases. The principal repayments are recorded on the balance sheet (Note 6). Amortization and interest payments are recorded on Schedule F in the category of Capital & Debt Services and Transfers.

SCHEDULE A to the AFS
ALLOCATION OF REVENUES AND EXPENSES TO PROGRAMS - 2001-200:

School Jurisdiction Code: 12

REVENUES	TOTAL	Early Childhood Services	Total Instruction (Grades 1 to 12)	Operations and Maintenance of Schools & Maintenance Shops	Transportation	Board & System Adminstration			External Services
						Board Governance	System Admintration	Total Board & System Admin.	
Alberta Learning allocations									
(1) Instruction block	$479 311	$36 040	$443 271						
(2) Support block	$119 981			$36 987	$32 994			$50 000	
(3) Instruction & support block reallocations	$0	($436)	$79 814	($78 898)	$0			($480)	$0
(4) Alberta Initiative for School Improvement (AISI)	$12 341	$967	$11 374						
(5) Student Health Initiative (SHI)	$520	$0	$520						$0
(6) Teacher Salary Enhancement (TSE)	$15 103	$990	$13 633					$480	$0
(7) Regional Assessment Services (4 boards only)	$0								$0
(8) Regional P.D. Consortium (6 boards only)	$0								$0
(9) Other Alberta Learning revenues	$0	$0	$0	$0	$0			$0	$0
(10) **Total Alberta Learning Revenue**	$627 256	$37 561	$548 612	($41 911)	$32 994			$50 000	$0
Alberta Infrastructure									
(11) Expensed Block Mod. Block BQRP support	$0		$0	$0					
(12) Operations and Maintenance support	$173 850			$173 850					
(13) **Total Alberta Infrastructure Revenue**	$173 850		$0	$173 850					
(14) **Alberta Finance**	$0		$0	$0	$0			$0	
(15) **Other - Government of Alberta**	$0	$0	$0	$0	$0			$0	$0
(16) **Federal Government and/or First Nations**	$0	$0	$0	$0	$0			$0	$0
(17) **Other Alberta school authorities**	$0	$0	$0	$0	$0			$0	$0
(18) **Out of province local authorities**	$0	$0	$0	$0	$0			$0	$0
(19) **Alberta municipalities (excl. supplementary requisitions)**	$0	$0	$0	$0	$0			$0	$0
(20) **Instruction resource fees**	$5 300	$400	$4 900						
(21) **Transportation fees**	$0				$0				
(22) **Other sales and services**	$0	$0	$0	$0	$0			$0	$0
(23) **Investment income**	$76	$0	$76	$0	$0			$0	$0
(24) **Gifts and donations**	$13 612	$0	$13 612	$0	$0				$0
(25) **Rentals of facilities**	$0	$0	$0	$0	$0			$0	$0
(26) **Net school generated funds**	$10 122		$10 122					$0	
(27) **Gains on disposal of capital assets**	$0	$0	$0	$0	$0			$0	$0
(28) **Amortization of capital allocations**	$0		$0	$0	$0				
(29) **TOTAL REVENUES** $830 216	$830 216	$37 961	$577 322	$131 939	$32 994			$50 000	$0
EXPENSES									
(30) **Certificated salaries**	$367 280	$30 922	$324 358				$12 000	$12 000	$0
(31) **Certificated benefits**	$42 124	$3 668	$37 712				$744	$744	$0
(32) **Uncertificated salaries and wages**	$113 622	$0	$84 522	$0	$0	$0	$29 100	$29 100	$0
(33) **Uncertificated benefits**	$14 601	$0	$9 125	$0	$0	$0	$5 476	$5 476	$0
(34) **SUB - TOTAL**	$537 627	$34 590	$455 717	$0	$0	$0	$47 320	$47 320	$0
(35) **Services, contracts & supplies**	$236 672	$951	$95 132	$104 915	$32 994	$0	$2 680	$2 680	$0
(36) **Cost recoveries & transfers (must balance to zero)**	$0	$0	$0	$0	$0	$0	$0	$0	$0
(37) **Net school generated funds**	$10 122		$10 122						
Capital and debt services									
Amortization of capital assets									
(38) Supported	$4 300	$0	$0	$4 300	$0	$0	$0	$0	$0
(39) Unsupported	$15 479	$0	$15 479	$0	$0	$0	$0	$0	$0
(40) Total Amortization	$19 779	$0	$15 479	$4 300	$0	$0	$0	$0	$0
Interest on capital debt									
(41) Supported	$22 724	$0	$0	$22 724	$0	$0	$0	$0	$0
(42) Unsupported	$566	$0	$566	$0	$0	$0	$0	$0	$0
(43) Other interest charges	$493	$0	$493	$0	$0	$0	$0	$0	$0
(44) Losses on disposal of capital assets	$0	$0	$0	$0	$0	$0	$0	$0	$0
(45) **TOTAL EXPENSES** $827 983	$827 983	$35 541	$577 509	$131 939	$32 994	$0	$50 000	$50 000	$0
(46) Surplus(deficit) Before Funding Allocated for Capital Purposes	$2 233	$2 420	($187)	$0	$0			$0	$0
TOTAL applicable number of students/children	103	17	94	103	78			103	
AVERAGE PROGRAM COSTS per applicable student/child	$8 078	$2 091	$6 144	$1 287	$423			$488	

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SCHEDULE B1 to the AFS
INSTRUCTION Grades 1 to 12 Program 2001-2002 Expenses

EXPENSES	INSTRUCTION (Grades 1 to 12)							
	All Student Instruction	School Admin. & Instruction Support	System Instruction Support	Mildly & Moderately Disabled and Gifted & Talented	Severely Disabled	Alberta Initiative for School Improvement	Student Health Initiative	Total Instruction (Grades 1 to 12)
Certificated salaries	$323 049	$0	$0	$0	$0	$1 309	$0	$324 358
Certificated benefits	$37 506	$0	$0	$0	$0	$206	$0	$37 712
Uncertificated salaries and wages	$52 532	$17 287	$0	$0	$14 703	$0	$0	$84 522
Uncertificated benefits	$6 636	$454	$0	$0	$2 035	$0	$0	$9 125
SUB - TOTAL REMUNERATION	$419 723	$17 741	$0	$0	$16 738	$1 515	$0	$455 717
Services, contracts & supplies	$44 134	$40 965	$0	$0	$622	$8 704	$707	$95 132
Cost recoveries & transfers	$0	$0	$0	$0	$0	$0	$0	$0
Net school generated funds	$10 122							$10 122
Amortization of capital assets								
Supported	$0	$0	$0	$0	$0	$0	$0	$0
Unsupported	$15 479	$0	$0	$0	$0	$0	$0	$15 479
Total Amortization	$15 479	$0	$0	$0	$0	$0	$0	$15 479
Interest on capital debt								
Supported	$0	$0	$0	$0	$0	$0	$0	$0
Unsupported	$0	$566	$0	$0	$0	$0	$0	$566
Other interest charges	$0	$493	$0	$0	$0	$0	$0	$493
Losses on disposal of capital assets	$0	$0	$0	$0	$0	$0	$0	$0
TOTAL EXPENSES	$489 458	$59 765	$0	$0	$17 360	$10 219	$707	$577 509
FTE Certificated				0	0			
FTE Uncertificated				0	1			

SCHEDULE B2 to the AFS
INSTRUCTION Grades 1 to 12 Program 2001-2002

	AB LEARNING INSTRUCTION BLOCK REVENUE	ALBERTA LEARNING OTHER REVENUE	NON-ALBERTA LEARNING REVENUE	INSTRUCTION BLOCK REALLOCATION	TOTAL REVENUE	TOTAL EXPENSES	NET
Basic Instruction	$398 186	$25 527	$23 810	$79 814	$527 337	$446 459	$80 878
School Admin & Instruction Support Expenses						$59 765	($59 765)
System Instruction Support Expenses						$0	$0
Total Basic Instruction	$398 186	$25 527	$23 810	$79 814	$527 337	$506 224	$21 113
Sub-Programs & Initiatives							
Severely Disabled	$23 623		$0		$23 623	$17 360	$6 263
English as a Second Language	$3 611				$3 611	$3 611	$0
Enhanced Opportunities	$0				$0	$0	$0
Native Education Project	$0		$0		$0	$0	$0
Institutional Programs	$0				$0	$0	$0
Sparsity & Distance	$0				$0		$0
Growth & Density	$0				$0		$0
Teacher Assistants Program	$3 915				$3 915	$7 859	($3 944)
Early Literacy Initiative (K-2)	$8 460				$8 460	$5 168	$3 292
Learning Resources (LRC credit used)	$786		$4 900		$5 686	$0	$5 686
Supernet	$0				$0	$0	$0
Technology Integration	$3 956		$0		$3 956	$3 956	$0
French as a Second Language(all jurisdictions)	$734				$734	$33 331	($32 597)
Home Education	$0		$0		$0	$0	$0
Emergent	$0				$0	$0	$0
Total Sub-Programs & Initiatives	$45 085		$4 900		$49 985	$71 285	($21 300)
INSTRUCTION, GRADES 1-12 (plus Early Lit. ECS)	$443 271	$25 527	$28 710	$79 814	$577 322	$577 509	($187)

School Jurisdiction Code: 12

SCHEDULE C to the AFS
SUMMARY OF REVENUE TRANSFERS
BETWEEN ALBERTA LEARNING BLOCK ALLOCATIONS - 2001-2002

	Early Childhood Services	Instruction (Grades 1 to 12)	Operations and Maintenance	Transportation	Board and System Administration	External Services
Alberta Learning block allocations - Schedule A (Lines 1 & 2)	$36,040	$443,271	$36,987	$32,994	$50,000	
Reallocations permitted by the "Funding for School Authorities" manual						
From instruction block to:						
(1) External Services		$0				$0
From ECS component of instruction block:						
(1) Transportation (part of the 2% maximum) (Note)	$0			$0		
(2) Operations and maintenance of schools (part of the 2% maximum) (Note)	$0		$0			
From all or part of maximum 2% of instruction block to:						
(1) Operations and maintenance of schools		$0	$0			
(2) Transportation		$0		$0		
Calculation: 2% of ***$479,311*** *=* ***$9,586*** ***$0***						
From instruction block (Growth & Denisty component) to:						
(1) Operations and maintenance of schools		$0	$0			
(2) Transportation		$0		$0		
Reallocations directed by the board of trustees						
From operations and maintenance of schools block to:						
(1) Transportation			$0	$0		
(2) Instruction		$78,898	($78,898)			
From transportation block to:						
(1) Operations and maintenance			$0	$0		
(2) Instruction		$0		$0		
From board and system administration block to:						
(1) Transportation				$0	$0	
(2) Operations and maintenance of schools			$0		$0	
(3) Instruction		$480			($480)	
From within the instruction block and its components:						
(1) Instruction to: Early childhood services (ECS)	$0	$0				
(2) ECS to: Instruction	($436)	$436				
AMOUNTS REFLECTED ON SCHEDULE A (Line 3)	($436)	$79,814	($78,898)	$0	($480)	$0

Note: Incremental ECS costs for transportation or O & M funded out of the instruction block should normally be recorded as a cost recovery on Schedule B rather than as a revenue transfer on this schedule.

School Jurisdiction Code: 12

SCHEDULE D to the AFS
CALCULATION OF MAXIMUM ELIGIBLE EXPENSE LIMITS FOR BOARD (GOVERNANCE) AND SYSTEM ADMINISTRATION 2001-2002

STEP 1

Determine the total eligible revenue which is used as the BASE TOTAL to calculate the maximum eligible expense limits for Board and System Administration

Total Revenues (Schedule A):		
Instruction Block	- Grades ECS -12 (excluding technology integration and emergent)	$475,355
Support Block	- Operations & Maintenance	$36,987
	- Transportation	$32,994
SUBTOTAL		$545,336
Other Revenues		
Alberta Infrastructure (Operations & Maintenance)		$173,850
Other Alberta Learning revenues (Excluding One-Time Grant)		$0
Other - Government of Alberta (Excluding Alberta Finance)		$0
Federal government/First Nations		$0
Other Alberta school authorities		$0
Out of province local authorities		$0
Alberta municipalities		$0
Other sales and services		$0
Interest on investments		$76
Rentals of facilities		$0
Gains on disposal of capital assets		$0
Amortization of capital allocations		$0
School generated funds (Schedule E)		$97,007
BASE TOTAL FOR CALCULATING MAXIMUM EXPENSE LIMITS		**$816,269**

STEP 2

Calculation of maximum expense limit PERCENTAGE for Board and System Administration expenses

If "Total Net Enrolled Students" are 6,000 and over	= 4%	**0.00%**
If "Total Net Enrolled Students" are 2,000 and less	= 6%	

The Maximum Expense Limit for Board and System Administration is based on an arithmetical proration for the TOTAL FTE count for grades 1 -12, net of Home Education AND Adult students, between 2,000 to 6,000 at .0005 per FTE.

EXAMPLE: 4,500 FTE count grades 1-12 = 6,000 - 4,500 = 1,500 X .0005 = .75% plus 4% = maximum expense limit of 4.75%.

Note: Calculation unnecessary if Total FTE is 6,000 or more, and 2,000 & less.

STEP 3

Calculate maximum expense limit AMOUNTS for Board and System Administration expenses

Maximum Expense Limit percentage (Step 2) x Base Total (Step 1)		$0
Considerations for Charter Schools and Francophone Boards:		
If Charter School, enter 50,000	50,000	$50,000
If Francophone Board, enter 300,000	0	$0
(If none of these considerations apply, leave the above cells blank)		
MAXIMUM EXPENSE LIMIT		**$50,000**

STEP 4

Compare maximum expense limit amounts calculated in Step 3 to actual expenses (from Schedule A)

Actual Board Governance & System Administration expenses	$50,000
PLUS: transfers to Restricted - Operating (Board/System Administration)	$0
LESS: transfers from Restricted - Operating (Board/System Administration)	$0
TOTAL BOARD GOVERNANCE & SYSTEM ADMINISTRATION EXPENSES	$50,000
Maximum Expense Limit for Board & System Administration (Step 3)	$50,000
ACTUAL EXPENSES - OVER(UNDER) MAXIMUM EXPENSE LIMIT	$0

School Jurisdiction Code: 12

SCHEDULE E to the AFS
SOURCE & APPLICATION OF SCHOOL GENERATED FUNDS (SGF) - 2001-2002

Unexpended SGF - Opening Balance August 31, 2001		$73,101
Source of School Generated Funds:		
Total School Generated Funds for the year (Note 1)	$97,007	
Less: SGF - related cost recoveries (Note 2)	$71,197	
- capitalized at the District level		
Net Total	$25,810	
Plus: Donations Received (Note 3)		
Equals: Net Additions to SGF		$25,810
Net SGF Available for discretionary spending		$98,911
Net SGF revenue and Net SGF expense - per schedule A, line 26 and line 37		
Net expended SGF for discretionary purposes (Note 4)		$10,122
Unexpended SGF - Closing Balance August 31, 2002		$88,789

Note 1 Excludes fees collected pursuant to Section 60(2)(j) of the School Act (e.g. instruction materials and technology fees determined by board policy or resolution). This is the amount used to calculate the administrative cap. See Schedule E.

Note 2 These are the expenses (a) incurred in generating SGF (e.g. fundraising expenses, printing of tickets, payment to DJ at school dance; cost of goods sold for school cafeteria/servery; staffing and supplies for a dinner; raffle prizes; supplies for a car wash; book fair purchases; meals for lunch program), or (b) collected and disbursed for the benefit of individual students (e.g. cost of field trips for student activities not leading to CEU's). Monies collected for CEU-related activities are not SGF. They are recorded as instruction fees.

Note 3 Donations are restricted to cash; gifts in kind are treated as board assets, not SGF. Amounts are net of related expenses.

Note 4 Only SGF expended for discretionary purposes are recorded as revenue and expense; unexpended funds are carried forward on the balance sheet to the succeeding year. Any capital items purchased with SGF should be treated as a SGF-related cost recovery.

School Jurisdiction Code: 12

SCHEDULE F to the AFS
Operations and Maintenance Program 2001-2002 Expenses

EXPENSES	Operations and Maintenance								
	Maintenance Office & Shop Administration	Preventative Maintenance	Custodial	Fire/Security/ Safety Systems	Sites and Grounds Maintenance	Utilities and Communications	Expensed Block BQRP/Mod.	Capital & Debt Services and Transfers	Total Operations and Maintenance
Uncertificated salaries and wages	$0	$0	$0	$0	$0	$0	$0		$0
Uncertificated benefits	$0	$0	$0	$0	$0	$0	$0		$0
SUB - TOTAL REMUNERATION	$0	$0	$0	$0	$0	$0	$0		$0
Contracted Services	$0	$81,960	$21,300	$0	$0	$0	$0		$103,260
Supplies	$0	$0	$0		$1,655		$0		$1,655
Electricity						$0			$0
Natural Gas/Heating Fuel						$0			$0
Sewer and Water						$0			$0
Cost recoveries & transfers								$0	$0
Amortization of capital assets									
Supported								$4,300	$4,300
Unsupported	$0	$0	$0	$0	$0	$0	$0	$0	$0
Total Amortization	$0	$0	$0	$0	$0	$0	$0	$4,300	$4,300
Interest on capital debt									
Supported								$22,724	$22,724
Unsupported								$0	$0
Other interest charges								$0	$0
Losses on disposal of capital assets								$0	$0
TOTAL EXPENSES	$0	$81,960	$21,300	$0	$1,655	$0	$0	$27,024	$131,939
FTE Uncertificated (Board/Contract)	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0

Notes:

Maintenance Office & Shop Administration:	Includes all maintenance office related remuneration, supplies, services and contracts.
Preventative Maintenance:	Includes all structural, architectural, mechanical and electrical maintenance items identified below - activities required for operating and maintaining the structure, envelope, roof, parkade, ramps/fire escapes, fixed exterior walls, exterior finishes of the buildings and outside doors/other barriers - activities for purchase, installation, maintenance and repair of mechanical and electrical systems for the maintenance buildings and schools.
Custodial:	Includes all the activities required for ensuring the buildings are kept in a clean and tidy condition.
Fire/Security/Safety Systems:	Includes all activities required for fire prevention/alarms systems, security personnel and alarm systems, detection systems and related safety systems for the property.
Sites & Grounds Maintenance:	Sites & Grounds Maintenance: includes all activities required for maintenance and upkeep of exterior grounds, parking lots, athletic fields including snow removal and lawn care.
Utilities & Communications:	Includes all cost related to electricity(light & power), natural gas and other heating fuels, sewer & water and all forms of communications.
Expensed Block BQRP/Mod:	Includes all non-capital activities related to Block BQRP/Modernization expensed by the jurisdiction.
Capital & Debt Services:	Includes all activities related to supported school amortization and debt interest expense. All unsupported amortization is allocated to the appropriate sub-categories.

School Jurisdiction Code: 12

SCHEDULE G to the AFS
DISCLOSURE OF SALARIES AND BENEFITS - 2001-2002
(SECTION 126.1 OF THE SCHOOL ACT)

			FTE's or Individuals	Remuneration	Benefits	Allowances	Performance Bonuses	ERIP's / Other	Total	Expenses
Board of Trustees:										
Chairman										
Name	Lissa Bonnell Davies		1	$0	$0	$0	$0	$0	$0	$0
Board Members:										
Name	Derek Aschenbrenner		1	$0	$0	$0	$0	$0	$0	$0
Name	Zoltan Berkes		1	$0	$0	$0	$0	$0	$0	$0
Name	Jennifer Burns		1	$0	$0	$0	$0	$0	$0	$0
Name	Debra Marr		1	$0	$0	$0	$0	$0	$0	$0
Name	David Onyschuk		1	$0	$0	$0	$0	$0	$0	$0
Name	Jack Olszewski		1	$0	$0	$0	$0	$0	$0	$0
Name	Darlene Scott		1	$0	$0	$0	$0	$0	$0	$0
Name			0	$0	$0	$0	$0	$0	$0	$0
Name			0	$0	$0	$0	$0	$0	$0	$0
Name			0	$0	$0	$0	$0	$0	$0	$0
Subtotal			**8**	**$0**	**$0**	**$0**	**$0**	**$0**	**$0**	**$0**
Superintendent	Bruce McIntosh	(2)	1	$12,000	$744	$0	$0	$0	$12,744	$0
Secretary/Treasurer	Heather Christison-Lopes	(2)	1	$38,035	$5,476	$0	$0	$0	$43,511	$0
Secretary		(2)	0	$0	$0	$0	$0	$0	$0	$0
Treasurer		(2)	0	$0	$0	$0	$0	$0	$0	$0
Certificated Salaries		(1)	8.6	$355,279	$41,380	$0	$0	$0	$396,659	$0
Uncertificated Salaries & Wages		(1)	4.74	$75,588	$9,125	$0	$0	$0	$84,713	$0
TOTALS				**$480,902**	**$56,725**	**$0**	**$0**	**$0**	**$537,627**	**$0**
						Sub-Total of Salaries and Benefits from Schedule A:			$537,627	

Notes: Please refer to completion information on page 15.

(1) Full time equivalents (FTE's)

(2) Employed or contracted

School Jurisdiction Code: 12

SCHEDULE G1 to the AFS

DISCLOSURE OF SALARIES AND BENEFITS *(SECTION 148.1 OF THE SCHOOL ACT)*

COMPLETION INFORMATION

(1) Salary and benefits consist of and agree with the amounts properly recorded in the school jurisdiction's payroll records and related object codes for salaries, wages and benefits.

(2) **Remuneration** includes regular base salaries, administrative allowances, overtime, lump sum payments EXCEPTING TERMINATION BENEFITS (See #10A below), honoraria, deferred salary leave accruals and any other direct cash remuneration EXCEPTING PERFORMANCE PAY (See #10 below).

(3) Certificated salaries include the aggregate of all payments for certificated staff regardless of the length, nature or definition of the employment agreement. The number of full time equivalent staff should be measured as at September 30.

(4) Uncertificated salaries and wages should be measured in terms of the number of individuals employed as at September 30.

(5) Salary and benefits information should be the aggregate amount covering the same fiscal period as the audited financial statements.

(6) Salary must include deferred salary accruals.

(7) Salary includes only payments for services subject to an employer-employee relationship.

(8) **Benefits** include the employer's share of all employee benefits and contributions or payments made on behalf of employees including retirement pensions, Canada pension plan (CPP), employment insurance (EI), health care, dental coverage, vision coverage, out of country medical benefits, group life insurance, accidental disability and dismemberment insurance, long and short term disability plans.

(9) **Allowances** include all monies paid to an employee as miscellaneous **negotiated** allowances. This category will include car or travel allowances, isolation allowances, relocation expenses, sabbaticals, special leave with pay, financial and retirement planning services, and club memberships. ADMINISTRATIVE ALLOWANCES are included in **Remuneration**.

(10) **Performance Bonuses** include those monies paid to employees of the school authority that are tied to the achievement of some specifed goal or objective.

(10A) **Other** includes termination benefits ((severance pay, retiring allowances (ERIP's), sick leave and other settlement costs due to loss of employment).

(11) **Expenses** will include the reimbursements of travel, subsistence, moving costs, conference fees, etc., paid by the employee **or on his/her behalf** in performing the responsibilities of employment.

(12) The superintendent's remuneration is in terms of one individual who is the Chief Executive Officer. Benefits for the superintendent do not include Alberta Learning contributions to the Teachers Retirement Fund pension plan.

(13) A position should include salary, benefits and allowances earned by an individual who officially acted in a position while it was vacant. If a position was vacant and no one acted in the position, the position should not be disclosed.

(14) Benefits and allowances need not include an amount for automobile, housing or other benefits for which a value cannot be reasonably estimated.

(15) If a position is occupied by more than one individual during a year, the aggregate salary, benefits and allowances earned by the individuals in the position should be disclosed. An explanatory note should indicate the number of individuals.

School Jurisdiction Code 55

AUDITED
FINANCIAL STATEMENTS
and Supporting Schedules
FOR THE YEAR ENDED AUGUST 31, 2002

[School Act, Sections 147(2)(a), 151(1) and 276]

Westwind School Division No. 74
Name of School Jurisdiction

Box 10 Cardston, AB T0K 0K0
Mailing Address

Telephone: (403)653-4991 Fax: (403)653-4641
Telephone and Fax Numbers

SCHOOL JURISDICTION MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The financial statements and supporting schedules Westwind School Division No. 74
(Name of School Jurisdiction)
presented to Alberta Learning have been prepared by school jurisdiction management which has responsibility for their preparation, integrity and objectivity. The financial statements and schedules, including notes, have been prepared in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

In fulfilling its reporting responsibilities, management has maintained internal control systems and procedures designed to provide reasonable assurance that the school jurisdiction's assets are safeguarded, that transactions are executed in accordance with appropriate authorization and that accounting records may be relied upon to properly reflect the school jurisdiction's transactions. The effectiveness of the control systems is supported by the selection and training of qualified personnel, an organizational structure that provides an appropriate division of responsibility and a strong budgetary system of control.

Board of Trustees Responsibility
The ultimate responsibility for the financial statements lies with the Board of Trustees. The Board reviewed the financial statements with management in detail and the Board approved the financial statements for release.

External Auditors
The Board appoints external auditors to audit the financial statements and meets with the auditors to review their findings. The external auditors have full and free access to school jurisdiction records.

Declaration of Management and Board Chairman
To the best of our knowledge and belief, these financial statements and supporting schedules reflect, in all material respects, the financial position and results of operations and cash flows for the year in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

BOARD CHAIRMAN

Mr. Barry Webster	Barry Webster
Name	Signature

SUPERINTENDENT

Dr. Melvin A. Cottle	Mel Cottle
Name	Signature

SECRETARY TREASURER OR TREASURER

Mr. Andrew F. Chipman	
Name	Signature

21-Nov-02
Dated:

c.c. ALBERTA LEARNING, School Reporting Branch,
8th Floor Commerce Place, 10155-102 Street, Edmonton AB T5J 4L5
EMAIL: Cindy.Jarry@gov.ab.ca
PHONE: (780) 427-7782 FAX: (780) 422-6996

School Jurisdiction Code: 0056

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Young Parkyn McNab LLP
CHARTERED ACCOUNTANTS

AUDITORS' REPORT

To the Board of Trustees
Westwind School Division #74

We have audited the statement of financial position of the Westwind School Division #74 as at August 31, 2002 and the statements of revenues and expenses, cash flows, changes in net assets and capital allocations for the year then ended. These financial statements are the responsibility of the school jurisdiction's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the financial position of the School Division as at August 31, 2002 and the results of its operations, changes in cash flows, net assets and capital allocations for the year then ended in accordance with Canadian generally accepted accounting principles.

Our audit was conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The supplementary information included in Schedules A through G is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such supplementary information has been subjected to the auditing procedures applied in the audit of the basic financial statements and in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole

Young Parkyn McNab LLP

Lethbridge, Alberta

October 31, 2002

Chartered Accountants

LETHBRIDGE • FORT MACLEOD • CLARESHOLM • TABER • MILK RIVER

School Jurisdiction Code: 0056

STATEMENT OF FINANCIAL POSITION

as at August 31

(in dollars)

		2002	2001
ASSETS			
Current assets			
Cash and temporary investments		$7,631,630	$8,406,303
Accounts receivable (net after allowances)			
Province of Alberta		$584,360	$799,069
Federal Government and/or First Nations		$465,667	$1,020,908
Alberta municipalities		$0	$0
Other Alberta school jurisdictions		$0	$0
Other		$235,153	$169,191
Prepaid expenses		$71,078	$63,368
Other current assets		$0	$0
Total current assets		$8,987,888	$10,458,839
School generated assets		$664,172	$548,027
Trust assets		$383,783	$149,230
Capital assets			
Land		$470,109	$414,361
Buildings	$35,760,129		
Less: accumulated amortization	($15,426,143)	$20,333,986	$15,819,026
Equipment	$632,069		
Less: accumulated amortization	($435,528)	$196,541	$331,307
Vehicles	$1,809,232		
Less: accumulated amortization	($968,448)	$840,784	$613,616
Total capital assets		$21,841,420	$17,178,310
TOTAL ASSETS		$31,877,263	$28,334,406
LIABILITIES			
Current liabilities			
Bank indebtedness		$0	$0
Accounts payable and accrued liabilities			
Province of Alberta		$432,452	$604,786
Federal Government and/or First Nations		$0	$0
Alberta municipalities		$0	$0
Other Alberta school jurisdictions		$0	$0
Other		$1,665,407	$1,255,524
Deferred revenue		$1,192,038	$981,359
Deferred capital allocations		$2,322,018	$3,479,993
Current portion of all long term debt		$785,257	$792,050
Total current liabilities		$6,397,172	$7,113,712
School generated liabilities		$664,172	$548,027
Trust liabilities		$383,783	$149,230
Unfunded employee future benefit liability		$109,909	$96,664
Long term debt			
Supported: Debentures and other supported debt		$7,611,590	$8,387,022
Less: Current portion of supported debt		($771,067)	($775,431)
Unsupported: Debentures and Capital Loans		$0	$0
Capital Leases		$14,190	$32,306
Mortgages		$0	$0
Less: Current portion of unsupported debt		($14,190)	($16,619)
Unamortized capital allocations		$11,945,048	$6,606,081
Total long term liabilities		$19,943,435	$15,027,280
TOTAL LIABILITIES		$26,340,608	$22,140,992
NET ASSETS			
Unrestricted net assets		$929,279	$1,073,854
Operating Reserves		$1,754,783	$2,325,226
Accumulated Operating Surplus (Deficit)		$2,684,062	$3,399,080
Investment in capital assets		$2,270,593	$2,152,901
Capital Reserves		$582,000	$641,434
Total Capital Funds		$2,852,593	$2,794,335
Total net assets		$5,536,655	$6,193,415
TOTAL LIABILITIES AND NET ASSETS		$31,877,263	$28,334,407

School Jurisdiction Code: 0056

STATEMENT OF REVENUES AND EXPENSES

for the Year Ended August 31

(in dollars)

	Actual 2002	Budget 2002 (1)	Actual 2001 (2)
REVENUES			
Alberta Learning	$24,036,978	$23,359,105	$24,436,513
Alberta Infrastructure	$1,381,305	$308,313	$605,451
Alberta Finance	$867,929	$1,193,387	$1,151,798
Other Government of Alberta	$53,000	$42,000	$45,122
Federal Government and/or First Nations	$3,570,570	$2,782,427	$3,099,751
Other Alberta school authorities	$0	$0	$0
Out of province local authorities	$37,480	$0	$36,532
Alberta Municipalities (excluding supplementary requisitions)	$106,216	$105,975	$81,920
Instruction resource fees	$308,694	$189,412	$198,509
Transportation fees	$0	$0	$0
Other sales and services	$358,793	$51,800	$251,266
Investment income	$192,190	$125,000	$316,092
Gifts and donations	$5,782	$0	$11,793
Rentals of facilities	$400	$5,000	$3,085
Net school generated funds	$374,594	$700,000	$570,686
Gains on disposal of capital assets	$1,162	$0	$11,199
Amortization of capital allocations	$796,431	$700,000	$774,507
Total Revenues	$32,091,524	$29,562,419	$31,594,224
EXPENSES			
Certificated salaries	$16,611,352	$14,801,106	$15,021,319
Certificated benefits	$1,686,572	$1,399,439	$1,584,852
Uncertificated salaries and wages	$5,182,150	$4,719,307	$4,484,801
Uncertificated benefits	$1,169,764	$1,013,387	$961,847
Services, contracts and supplies	$5,754,713	$4,808,241	$5,900,643
Net school generated funds	$374,594	$700,000	$570,686
Capital and debt services			
Amortization of capital assets			
Supported	$796,432	$700,000	$774,507
Unsupported	$275,204	$227,052	$215,293
Total Amortization of capital assets	$1,071,636	$927,052	$989,800
Interest on capital debt			
Supported	$862,129	$1,193,387	$943,698
Unsupported	$0	$0	$0
Total Interest on capital debt	$862,129	$1,193,387	$943,698
Other interest charges	$10,685	$500	$13,700
Losses on disposal of capital assets	$24,689	$0	$0
Total Expenses	$32,748,284	$29,562,419	$30,471,346
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES BEFORE FUNDING ALLOCATED FOR CAPITAL PURPOSES	($656,760)	$0	$1,122,878
Block BQRP revenue used for capital purposes	$0	$0	$0
Block MOD revenue used for capital purposes	$0	$0	$0
1999 One-time grant revenue used for capital purposes	$0	$0	$0
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES	($656,760)	$0	$1,122,878

Note (1) 2001-2002 budget numbers as restated or taken from the finalized Budget Report pursuant to section 147(2)(b) of the School Act.

Note (2) 2000-2001 actuals as restated or taken from the finalized audited financial statements pursuant to Section 147(2)(a) of the School Act.

School Jurisdiction Code: 0056

STATEMENT OF CASH FLOWS

for the Year Ended August 31

(in dollars)

		2002	2001
CASH FLOWS FROM:			
A. OPERATIONS			
Surplus (deficit) of revenues over expenses for the year		($656,760)	$1,122,878
Add (Deduct) items not requiring cash:			
Amortization of capital allocations revenue		($796,431)	($774,507)
Total amortization expense		$1,071,636	$989,800
Gains on disposal of capital assets		($1,162)	($11,199)
Losses on sale of capital assets		$24,689	$0
Changes in accrued accounts:			
Accounts receivable		$703,988	($838,951)
Prepaids and other current assets		($7,710)	($17,288)
Payables and accrued liabilities		$237,549	$98,855
Deferred revenue		$210,679	($180,622)
Unfunded employee future benefit expense (recovery)		$13,245	$3,069
Other (e.g. change in net trust liabilities)		$0	$0
Total sources (uses) of cash from Operations		$799,724	$392,035
B. INVESTING ACTIVITIES			
Purchases of capital assets			
Land		($55,745)	$0
Buildings		($5,359,967)	($746,691)
Equipment		($119,980)	($168,163)
Vehicles		($226,080)	($277,497)
Proceeds from disposal of capital assets		$3,500	$17,000
Other (describe)		$0	$0
Total sources (uses) of cash from Investing activities		($5,758,272)	($1,175,351)
C. FINANCING ACTIVITIES			
Capital allocations received		$4,201,992	$3,695,171
Issue of long term debt		$0	$0
Repayment of long term debt		($793,548)	($810,345)
Add back: supported portion		$775,431	$784,841
Total sources (uses) from Financing activities		$4,183,875	$3,669,667
Net sources (uses) of cash equivalents* during year		($774,673)	$2,886,351
Cash Equivalents at the beginning of the year		$8,406,303	$5,519,952
Cash Equivalents at the end of the year	$7,631,630	$7,631,630	$8,406,303

Note: Cash equivalents consist of:
- cash and temporary investments
- bank indebtedness

School Jurisdiction Code: 0

STATEMENT OF CHANGES IN NET ASSETS
for the Year Ended August 31, 2002
(in dollars)

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)	(14)	(15)
	TOTAL NET ASSETS (Columns 2+3+4	INVESTMENT IN CAPITAL ASSETS	UNRESTRICTED NET ASSETS	TOTAL RESTRICTED NET ASSETS Columns 5 to 15	RESTRICTED NET ASSETS										
					School Based		Alberta Infrastructure			Board & System Admin.		Transportation		External Services	
					Unsupported Operating Reserves	Unsupported Capital (Vehicle Equip) Reserves	Unsupported O& M Operating Reserves	Supported School (Bldg/Land) Capital Reserves	Unsupported Capital (Bldg Vehicle Equip) Reserves	Unsupported Operating Reserves	Unsupported Capital (Bldg Vehicle Equip) Reserves	Unsupported Operating Reserves	Unsupported Capital (Bldg Vehicle Equip) Reserves	Unsupported Operating Reserves	Unsupported Capital (Bldg. Vehicle Equip) Reserves
Balance at August 31, 2001	$6 193 415	$2 152 901	$1 073 854	$2 966 660	$1 469 333	$0	$495 210	$0	$297 301	$192 130	$278 806	$124 505	$65 327	$44 048	$0
Prior period adjustments (describe)															
	$0			$0		$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
Adjusted Balance, Aug. 31, 2001	$6 193 415	$2 152 901	$1 073 854	$2 966 660	$1 469 333	$0	$495 210	$0	$297 301	$192 130	$278 806	$124 505	$65 327	$44 048	$0
Surplus(def) of revenue over expenses	($656 760)		($656 760)												
Block BQRP funded capital transactions		$0	$0												
Block MOD funded capital transactions		$0	$0												
Board funded capital transactions		$401 808	$0	($401 808)	($106 352)	($31 587)	$0		($27 570)	($10 219)	$0	($42 238)	($183 842)	$0	$0
Donations of non-amortizable assets	$0	$0													
Amortization of capital assets		($1 071 636)	$1 071 636												
Amortization of capital allocations		$796 431	($796 431)												
Disposal of unsupported capital assets		($27 027)	$23 527	$3 500		$0			$0		$0		$3 500		$0
Disposal of supported capital assets	$0	$0	$0	$0				$0							
Debt principal payments (unsupported)		$18 116	($18 116)	$0	$0	$0	$0	$0	$0	$0	$0				
Net transfers to operating reserves			($196 495)	$196 495	$87 014	$0	$0	$0	$0	$47 898	$0	$61 583	$0	$0	$0
Net transfers from operating reserves			$608 129	($608 129)	($426 948)	$0	($150 000)	$0	$0	$0	$0	($5 986)	$0	($25 195)	$0
Net transfers to capital reserves			($180 065)	$180 065	$0	$5 238	$0	$0	$30 129	$0	$26 183	$0	$118 515	$0	$0
Net transfers from capital reserves	$0		$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
Balance at August 31, 2002	$5 536 655	$2 270 593	$929 279	$2 336 783	$1 023 047	($26 349)	$345 210	$0	$299 860	$229 809	$304 989	$137 864	$3 500	$18 853	$0

School Jurisdiction Code: 0056

STATEMENT OF CAPITAL ALLOCATIONS
(SUPPORTED CAPITAL FINANCING ONLY)
for the Year Ended August 31, 2002

(in dollars)

		Deferred Capital Allocations	Unamortized Capital Allocations
Balance at August 31, 2001		$3,479,993	$6,606,081
Add:			
Capital allocations from:	AB Infrastructure - New/Modernization Projects	$4,095,212	
	Other Government of Alberta	$0	
	Federal Government and/or First Nations	$0	
	Alberta Municipalities	$0	
	Other Alberta school jurisdictions	$0	
	Other	$0	
Interest earned on provincial government capital allocations		$106,780	
Other capital grants and donations		$0	
Insurance proceeds		$0	
Donated capital assets (depreciable, at Fair Market Value)			$0
Transferred in capital assets (depreciable, at Net Book Value)			$0
Current Year Debenture Principal Repayment			$775,431
Expended capital allocations - current year		($5,359,967)	$5,359,967
Less:			
Unamortized Capital Allocation affected by a disposal through transfer out			$0
Capital allocations amortized to revenue			$796,431
Balance at August 31, 2002		$2,322,018	$11,945,048

WESTWIND SCHOOL DIVISION #74

Notes to Financial Statements

For the Year Ended August 31, 2002

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1. Authority and Purpose

The School Jurisdiction delivers education programs under the authority of the *School Act*, Chapter S - 3, Statutes of Alberta, January 1, 2002.

The jurisdiction receives block allocations for instruction and support under Regulation 72/95. The regulation limits funding and expenses for administration. It permits the jurisdiction, within specified limits, to reallocate funding between the instruction and support blocks.

2. Summary of Significant Accounting Policies

These financial statements are prepared in accordance with Canadian generally accepted accounting principles with the significant accounting policies being as follows:

Revenue Recognition -
Revenue is recognized as follows:

Instruction and support allocations are recognized in the year to which they relate.

Fees for services related to courses and programs are recognized as revenue when such courses and programs are delivered.

Capital allocations from the province or other agencies are recorded as deferred capital contributions until spent. Once spent, they are transferred to unamortized capital allocations which are amortized to revenue on the same basis as the capital asset acquired by the grant.

Unrestricted contributions are recognized as revenue when received or receivable. Contributions in-kind are recorded at fair market value when reasonably determinable.

Externally restricted contributions are deferred and recognized as revenue in the period in which the restriction is complied with. Endowment funds which are to be retained as net assets are recorded as direct increases in trust assets and liabilities.

Temporary Investments -
Temporary Investments are valued at cost. Accrued interest on these investments is recorded as it is earned.

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2. Summary of Significant Accounting Policies (continued)

Capital Assets -
Purchased capital assets are recorded at cost. Contributed capital assets are recorded at fair value at the date of contribution. Amortization is provided for on a straight line basis over the assets' estimated useful lives using the following annual rates:

Equipment	5 years
Vehicles	10 years
Building	40 years
Building and additions	25 years

There is no amortization charged in the year of acquisition.

School Generated Funds -
Funds generated from school based activities are included as assets, liabilities, revenues and expenses of the School Division when the accountability and control of these funds rests with School Division officials or their appointees.

Pension Obligation -
Pension expense includes pension obligations earned by uncertificated employees during the year, amortization of deferred adjustment over the expected average remaining service life of employees, and the effect of changes in the rate used to allocate the unfunded liability to participating entities.

Contributed Services -
Volunteers assist schools operated by the School Division in carrying out certain activities. Because of the difficulty in determining their fair value and the fact that such assistance is generally not otherwise purchased, contributed services are not recognized in the financial statements.

Measurement Uncertainty -
The financial statements by their nature, contain estimates and are subject to measurement uncertainty. The amounts recorded for amortization of capital assets are based on estimates of the useful life of the related assets. Pension plan obligations are based on actuarial valuations extrapolated to the reporting date. The effect on the financial statements of changes in such estimates in future periods could be significant.

3. Temporary Investments

Temporary investments consists of a 5.20% redeemable term investment with Royal Investment Services in the amount of $1,108,661 and an investment portfolio at Royal Trust Investment Council Inc. with a cost of $563,575 and a market value of $552,810.

4. Deferred Revenue

	2002 $	2001 $
Block/BQRP funding	919,103	702,090
One Time Grant Funding 1999	114,032	343,520
One Time Funding 2002-03	77,911	-
Other	80,992	(64,250)
	1,192,038	981,360

5. Trust Assets and Liabilities

These balances represent cash that is held in trust by the jurisdiction for the following areas:

	2002 $	2001 $
Scholarship Trusts	159,230	149,230
Student Health Initiative Trust (Banker Board)	224,553	-
	383,783	149,230

6. Incentive Pay

Incentive pay accrued to August 31, 2002 has been calculated at $109,909. This is the total accrual earned to August 31, 2002 and it is estimated that of this amount, approximately $13,245 has been accrued in the 2002 year and the balance has been accrued in prior years.

7. Long Term Debt

The Division has various debentures payable to Alberta Municipal Financing Corporation relating to the acquisition of capital assets bearing interest at rates ranging from 6.875% to 12.0%. Principal payments in each of the next five years are estimated as follows:

	$
2003	771,067
2004	765,067
2005	730,104
2006	730,104
2007	730,104

8. One Time Grant Revenue

a. In 1999, Alberta Learning announced a One Time Grant as a major investment in education. The jurisdiction's share of this One Time funding was $1,152,000. There is $114,032 in funds remaining at year end.

b. In the spring of 2002, Alberta Learning announced and provided One Time funding equal to approximately 3% of an identified list of grants provided to the school jurisdiction in 2001-02 to support initiatives related to the 2002-03 school year. This One Time funding in the amount of $77,911 has been deferred to the 2002-03 school year to match the year of expenditure.

9. Commitment

The School Division has entered into contracts for modernization of a school. Total amounts spent to August 31, 2002 are $5,635,271. Total budgeted future expenditures for this project are $2,790,763

10. Budget Amounts

The budget was prepared by the School jurisdiction management with Board of Trustees approval given on May 31, 2001. It is presented for information purposes only, and has not been audited.

School Jurisdiction Code: 0056

SCHEDULE A to the AFS
ALLOCATION OF REVENUES AND EXPENSES TO PROGRAMS - 2001-200:

REVENUES	TOTAL	Early Childhood Services	Total Instruction (Grades 1 to 12)	Operations and Maintenance of Schools & Maintenance Shops	Transportation	Board & System Adminstration			External Services
						Board Governance	System Admintration	Total Board & System Admin.	
Alberta Learning allocations									
(1) Instruction block	$18 655 566	$1 116 581	$17 538 985						
(2) Support block	$3 889 900			$1 430 747	$1 349 424			$1 109 729	
(3) Instruction & support block reallocations	$0	$0	$0	$0	$0			$0	$0
(4) Alberta Initiative for School Improvement (AISI)	$487 242	$0	$487 242						
(5) Student Health Initiative (SHI)	$171 371	$0	$171 371						$0
(6) Teacher Salary Enhancement (TSE)	$668 697	$0	$668 697					$0	$0
(7) Regional Assessment Services (4 boards only)	$0								$0
(8) Regional P.D. Consortium (6 boards only)	$0								$0
(9) Other Alberta Learning revenues	$164 202	$0	$229 488	($65 286)	$0			$0	$0
(10) **Total Alberta Learning Revenue**	$24 036 978	$1 116 581	$19 095 783	$1 365 461	$1 349 424			$1 109 729	$0
Alberta Infrastructure									
(11) Expensed Block Mod. Block BQRP support	$371 950		$0	$371 950					
(12) Operations and Maintenance support	$1 009 355			$1 009 355					
(13) **Total Alberta Infrastructure Revenue**	$1 381 305		$0	$1 381 305					
(14) **Alberta Finance**	$867 929		$0	$867 929	$0			$0	
(15) **Other - Government of Alberta**	$53 000	$0	$1 000	$0	$0			$0	$52 000
(16) **Federal Government and/or First Nations**	$3 570 570	$135 820	$3 037 701	$218 346	$0			$178 703	$0
(17) **Other Alberta school authorities**	$0	$0	$0	$0	$0			$0	$0
(18) **Out of province local authorities**	$37 480	$0	$37 480	$0	$0			$0	$0
(19) **Alberta municipalities (excl. supplementary requisitions)**	$106 216	$0	$106 216	$0	$0			$0	$0
(20) **Instruction resource fees**	$308 694	$5 220	$303 474						
(21) **Transportation fees**	$0				$0				
(22) **Other sales and services**	$358 793	$0	$233 102	$0	$73 393			$37 168	$15 130
(23) **Investment income**	$192 190	$0	$181 878	$0	$0			$10 312	$0
(24) **Gifts and donations**	$5 782	$0	$5 782	$0	$0				$0
(25) **Rentals of facilities**	$400	$0	$0	$400	$0			$0	$0
(26) **Net school generated funds**	$374 594		$374 594					$0	
(27) **Gains on disposal of capital assets**	$1 162	$0	$0	$0	$1 162			$0	$0
(28) **Amortization of capital allocations**	$796 431		$0	$796 431	$0				
(29) **TOTAL REVENUES** $32 091 524	$32 091 524	$1 257 621	$23 377 010	$4 629 872	$1 423 979			$1 335 912	$67 130
EXPENSES									
(30) **Certificated salaries**	$16 611 352	$414 575	$15 903 277				$293 500	$293 500	$0
(31) **Certificated benefits**	$1 686 572	$41 575	$1 623 710				$21 287	$21 287	$0
(32) **Uncertificated salaries and wages**	$5 182 150	$430 895	$2 720 661	$1 283 252	$326 525	$62 685	$314 835	$377 520	$43 297
(33) **Uncertificated benefits**	$1 169 764	$95 381	$660 028	$316 403	$32 240	$3 259	$55 506	$58 765	$6 947
(34) **SUB - TOTAL**	$24 649 839	$982 426	$20 907 676	$1 599 655	$358 765	$65 944	$685 128	$751 072	$50 244
(35) **Services, contracts & supplies**	$5 754 713	$116 810	$2 598 433	$1 629 017	$857 619	$44 685	$466 068	$510 753	$42 081
(36) **Cost recoveries & transfers (must balance to zero)**	$0	$0	$0	$0	$0	$0	$0	$0	$0
(37) **Net school generated funds**	$374 594		$374 594						
Capital and debt services									
Amortization of capital assets									
(38) Supported	$796 432	$0	$0	$796 432	$0	$0	$0	$0	$0
(39) Unsupported	$275 204	$0	$95 958	$30 129	$118 515	$0	$30 602	$30 602	$0
(40) Total Amortization	$1 071 636	$0	$95 958	$826 561	$118 515	$0	$30 602	$30 602	$0
Interest on capital debt									
(41) Supported	$862 129	$0	$0	$862 129	$0	$0	$0	$0	$0
(42) Unsupported	$0	$0	$0	$0	$0	$0	$0	$0	$0
(43) Other interest charges	$10 685	$0	$10 679	$0	$0	$0	$6	$6	$0
(44) Losses on disposal of capital assets	$24 689	$0	$0	$21 027	$3 662	$0	$0	$0	$0
(45) **TOTAL EXPENSES** $32 748 284	$32 748 284	$1 099 236	$23 987 340	$4 938 389	$1 338 561	$110 629	$1 181 804	$1 292 433	$92 325
(46) Surplus(deficit) Before Funding Allocated for Capital Purposes	($656 760)	$158 385	($610 330)	($308 517)	$85 418			$43 479	($25 195)
TOTAL applicable number of students/children	4 323	330	3 993	4 323	1 002			4 323	
AVERAGE PROGRAM COSTS per applicable student/child	$7 575	$3 331	$6 007	$1 142	$1 336			$299	

SCHEDULE B1 to the AFS
INSTRUCTION Grades 1 to 12 Program 2001-2002 Expenses

EXPENSES	INSTRUCTION (Grades 1 to 12)							
	All Student Instruction	School Admin. & Instruction Support	System Instruction Support	Mildly & Moderately Disabled and Gifted & Talented	Severely Disabled	Alberta Initiative for School Improvement	Student Health Initiative	Total Instruction (Grades 1 to 12)
Certificated salaries	$13,407,029	$961,215	$235,019	$891,482	$0	$408,532	$0	$15,903,277
Certificated benefits	$1,381,619	$82,279	$21,906	$91,030	$0	$46,877	$0	$1,623,710
Uncertificated salaries and wages	$724,857	$391,354	$41,225	$286,204	$1,142,103	$8,903	$126,016	$2,720,661
Uncertificated benefits	$177,926	$86,161	$7,105	$68,890	$292,159	$2,096	$25,692	$660,028
SUB - TOTAL REMUNERATION	$15,691,430	$1,521,009	$305,255	$1,337,605	$1,434,262	$466,408	$151,707	$20,907,676
Services, contracts & supplies	$2,503,124	$32,941	$21,870	$0	$0	$20,834	$19,664	$2,598,433
Cost recoveries & transfers	$0	$0	$0	$0	$0	$0	$0	$0
Net school generated funds	$374,594							$374,594
Amortization of capital assets								
Supported	$0	$0	$0	$0	$0	$0	$0	$0
Unsupported	$95,958	$0	$0	$0	$0	$0	$0	$95,958
Total Amortization	$95,958	$0	$0	$0	$0	$0	$0	$95,958
Interest on capital debt								
Supported	$0	$0	$0	$0	$0	$0	$0	$0
Unsupported	$0	$0	$0	$0	$0	$0	$0	$0
Other interest charges	$10,679	$0	$0	$0	$0	$0	$0	$10,679
Losses on disposal of capital assets	$0	$0	$0	$0	$0	$0	$0	$0
TOTAL EXPENSES	$18,675,784	$1,553,950	$327,126	$1,337,605	$1,434,262	$487,242	$171,371	$23,987,340
FTE Certificated				15	0			
FTE Uncertificated				21	71			

SCHEDULE B2 to the AFS
INSTRUCTION Grades 1 to 12 Program 2001-2002

	AB LEARNING INSTRUCTION BLOCK REVENUE	ALBERTA LEARNING OTHER REVENUE	NON-ALBERTA LEARNING REVENUE	INSTRUCTION BLOCK REALLOCATION	TOTAL REVENUE	TOTAL EXPENSES	NET
Basic Instruction	$15,601,010	$1,556,798	$3,977,753	$0	$21,135,561	$19,627,275	$1,508,285
School Admin & Instruction Support Expenses						$1,553,950	($1,553,950)
System Instruction Support Expenses						$327,126	($327,126)
Total Basic Instruction	$15,601,010	$1,556,798	$3,977,753	$0	$21,135,561	$21,508,351	($372,791)
Sub-Programs & Initiatives							
Severely Disabled	$1,156,373		$0		$1,156,373	$1,434,262	($277,889)
English as a Second Language	$204,326				$204,326	$199,741	$4,585
Enhanced Opportunities	$0				$0	$0	$0
Native Education Project	$106,217		$0		$106,217	$155,534	($49,317)
Institutional Programs	$0				$0	$0	$0
Sparsity & Distance	$281,542				$281,542		$281,542
Growth & Density	$11,618				$11,618		$11,618
Teacher Assistants Program	$71,388				$71,388	$106,696	($35,308)
Early Literacy Initiative (K-2)	$135,564				$135,564	$186,583	($51,019)
Learning Resources (LRC credit used)	$33,022		$303,474		$336,496	$0	$336,496
Supernet	$0				$0	$0	$0
Technology Integration	($64,250)		$0		($64,250)	$396,172	($460,423)
French as a Second Language(all jurisdictions)	$0				$0	$0	$0
Home Education	$2,176		$0		$2,176	$0	$2,176
Emergent	$0				$0	$0	$0
Total Sub-Programs & Initiatives	$1,937,976		$303,474		$2,241,450	$2,478,989	($237,539)
INSTRUCTION, GRADES 1-12 (plus Early Lit. ECS)	$17,538,985	$1,556,798	$4,281,227	$0	$23,377,010	$23,987,340	($610,330)

School Jurisdiction Code: 0056

SCHEDULE C to the AFS
SUMMARY OF REVENUE TRANSFERS
BETWEEN ALBERTA LEARNING BLOCK ALLOCATIONS - 2001-2002

	Early Childhood Services	Instruction (Grades 1 to 12)	Operations and Maintenance	Transportation	Board and System Administration	External Services
Alberta Learning block allocations - Schedule A (Lines 1 & 2)	$1,116,581	$17,538,985	$1,430,747	$1,349,424	$1,109,729	
Reallocations permitted by the "Funding for School Authorities" manual						
From instruction block to:						
(1) External Services		$0				$0
From ECS component of instruction block:						
(1) Transportation (part of the 2% maximum) (Note)	$0			$0		
(2) Operations and maintenance of schools (part of the 2% maximum) (Note)	$0		$0			
From all or part of maximum 2% of instruction block to:						
(1) Operations and maintenance of schools		$0	$0			
(2) Transportation		$0		$0		
Calculation: 2% of ***$18,655,566*** = ***$373,111*** ***$0***						
From instruction block (Growth & Denisty component) to:						
(1) Operations and maintenance of schools		$0	$0			
(2) Transportation		$0		$0		
Reallocations directed by the board of trustees						
From operations and maintenance of schools block to:						
(1) Transportation			$0	$0		
(2) Instruction		$0	$0			
From transportation block to:						
(1) Operations and maintenance			$0	$0		
(2) Instruction		$0		$0		
From board and system administration block to:						
(1) Transportation				$0	$0	
(2) Operations and maintenance of schools			$0		$0	
(3) Instruction		$0			$0	
From within the instruction block and its components:						
(1) Instruction to: Early childhood services (ECS)	$0	$0				
(2) ECS to: Instruction	$0	$0				
AMOUNTS REFLECTED ON SCHEDULE A (Line 3)	$0	$0	$0	$0	$0	$0

Note: Incremental ECS costs for transportation or O & M funded out of the instruction block should normally be recorded as a cost recovery on Schedule B rather than as a revenue transfer on this schedule.

School Jurisdiction Code: 0056

SCHEDULE D to the AFS
CALCULATION OF MAXIMUM ELIGIBLE EXPENSE LIMITS FOR BOARD (GOVERNANCE) AND SYSTEM ADMINISTRATION 2001-2002

STEP 1

Determine the total eligible revenue which is used as the BASE TOTAL to calculate the maximum eligible expense limits for Board and System Administration

Total Revenues (Schedule A):		
Instruction Block	- Grades ECS -12 (excluding technology integration and emergent)	$18,719,817
Support Block	- Operations & Maintenance	$1,430,747
	- Transportation	$1,349,424
SUBTOTAL		$21,499,988
Other Revenues		
Alberta Infrastructure (Operations & Maintenance)		$1,009,355
Other Alberta Learning revenues (Excluding One-Time Grant)		$0
Other - Government of Alberta (Excluding Alberta Finance)		$53,000
Federal government/First Nations		$3,570,570
Other Alberta school authorities		$0
Out of province local authorities		$37,480
Alberta municipalities		$106,216
Other sales and services		$358,793
Interest on investments		$192,190
Rentals of facilities		$400
Gains on disposal of capital assets		$1,162
Amortization of capital allocations		$796,431
School generated funds (Schedule E)		$1,038,766
BASE TOTAL FOR CALCULATING MAXIMUM EXPENSE LIMITS		**$28,664,351**

STEP 2

Calculation of maximum expense limit PERCENTAGE for Board and System Administration expenses

If "Total Net Enrolled Students" are 6,000 and over	= 4%	**5.01%**
If "Total Net Enrolled Students" are 2,000 and less	= 6%	

The Maximum Expense Limit for Board and System Administration is based on an arithmetical proration for the TOTAL FTE count for grades 1 -12, net of Home Education AND Adult students, between 2,000 to 6,000 at .0005 per FTE.

EXAMPLE: 4,500 FTE count grades 1-12 = 6,000 - 4,500 = 1,500 X .0005 = .75% plus 4% = maximum expense limit of 4.75%.

Note: Calculation unnecessary if Total FTE is 6,000 or more, and 2,000 & less.

STEP 3

Calculate maximum expense limit AMOUNTS for Board and System Administration expenses

Maximum Expense Limit percentage (Step 2) x Base Total (Step 1)		$1,436,084
Considerations for Charter Schools and Francophone Boards:		
If Charter School, enter 50,000	0	$0
If Francophone Board, enter 300,000	0	$0
(If none of these considerations apply, leave the above cells blank)		
MAXIMUM EXPENSE LIMIT		**$1,436,084**

STEP 4

Compare maximum expense limit amounts calculated in Step 3 to actual expenses (from Schedule A)

Actual Board Governance & System Administration expenses	$1,292,433
PLUS: transfers to Restricted - Operating (Board/System Administration)	$47,898
LESS: transfers from Restricted - Operating (Board/System Administration)	$0
TOTAL BOARD GOVERNANCE & SYSTEM ADMINISTRATION EXPENSES	$1,340,331
Maximum Expense Limit for Board & System Administration (Step 3)	$1,436,084
ACTUAL EXPENSES - OVER(UNDER) MAXIMUM EXPENSE LIMIT	-$95,753

School Jurisdiction Code: 0056

SCHEDULE E to the AFS
SOURCE & APPLICATION OF SCHOOL GENERATED FUNDS (SGF) - 2001-2002

Unexpended SGF - Opening Balance August 31, 2001		$548,027
Source of School Generated Funds:		
Total School Generated Funds for the year (Note 1)	$1,038,766	
Less: SGF - related cost recoveries (Note 2)	$548,027	
- capitalized at the District level	$0	
Net Total	$490,739	
Plus: Donations Received (Note 3)	$0	
Equals: Net Additions to SGF		$490,739
Net SGF Available for discretionary spending		$1,038,766
Net SGF revenue and Net SGF expense - per schedule A, line 26 and line 37		
Net expended SGF for discretionary purposes (Note 4)		$374,594
Unexpended SGF - Closing Balance August 31, 2002		$664,172

Note 1 Excludes fees collected pursuant to Section 60(2)(j) of the School Act (e.g. instruction materials and technology fees determined by board policy or resolution). This is the amount used to calculate the administrative cap. See Schedule E.

Note 2 These are the expenses (a) incurred in generating SGF (e.g. fundraising expenses, printing of tickets, payment to DJ at school dance; cost of goods sold for school cafeteria/servery; staffing and supplies for a dinner; raffle prizes; supplies for a car wash; book fair purchases; meals for lunch program), or (b) collected and disbursed for the benefit of individual students (e.g. cost of field trips for student activities not leading to CEU's). Monies collected for CEU-related activities are not SGF. They are recorded as instruction fees.

Note 3 Donations are restricted to cash; gifts in kind are treated as board assets, not SGF. Amounts are net of related expenses.

Note 4 Only SGF expended for discretionary purposes are recorded as revenue and expense; unexpended funds are carried forward on the balance sheet to the succeeding year. Any capital items purchased with SGF should be treated as a SGF-related cost recovery.

School Jurisdiction Code: 0056

SCHEDULE F to the AFS

Operations and Maintenance Program 2001-2002 Expenses

EXPENSES	Operations and Maintenance								
	Maintenance Office & Shop Administration	Preventative Maintenance	Custodial	Fire/Security/ Safety Systems	Sites and Grounds Maintenance	Utilities and Communications	Expensed Block BQRP/Mod.	Capital & Debt Services and Transfers	Total Operations and Maintenance
Uncertificated salaries and wages	$329 291	$0	$953 961	$0	$0	$0	$0		$1 283 252
Uncertificated benefits	$59 773	$0	$256 630	$0	$0	$0	$0		$316 403
SUB - TOTAL REMUNERATION	$389 064	$0	$1 210 591	$0	$0	$0	$0		$1 599 655
Contracted Services	$0	$0	$0	$0	$0	$0	$371 950		$371 950
Supplies	$444 808	$0	$59 197		$0		$0		$504 005
Electricity						$543 347			$543 347
Natural Gas/Heating Fuel						$209 714			$209 714
Sewer and Water						$0			$0
Cost recoveries & transfers								$0	$0
Amortization of capital assets									
Supported								$796 432	$796 432
Unsupported	$30 129	$0	$0	$0	$0	$0	$0	$0	$30 129
Total Amortization	$30 129	$0	$0	$0	$0	$0	$0	$796 432	$826 561
Interest on capital debt									
Supported								$862 129	$862 129
Unsupported								$0	$0
Other interest charges								$0	$0
Losses on disposal of capital assets								$21 027	$21 027
TOTAL EXPENSES	$864 001	$0	$1 269 788	$0	$0	$753 061	$371 950	$1 679 588	$4 938 389
FTE Uncertificated (Board/Contract)	6.0	0.0	32.4	0.0	0.0	0.0	0.0	0.0	38.4

Notes:

Maintenance Office & Shop Administration:	Includes all maintenance office related remuneration, supplies, services and contracts
Preventative Maintenance:	Includes all structural, architectural, mechanical and electrical maintenance items identified below - activities required for operating and maintaining the structure, envelope, roof, parkade, ramps/fire escapes, fixed exterior walls, exterior finishes of the buildings and outside doors/other barriers - activities for purchase, installation, maintenance and repair of mechanical and electrical systems for the maintenance buildings and schools
Custodial:	Includes all the activities required for ensuring the buildings are kept in a clean and tidy condition
Fire/Security/Safety Systems:	Includes all activities required for fire prevention/alarms systems, security personnel and alarm systems, detection systems and related safety systems for the property
Sites & Grounds Maintenance:	Sites & Grounds Maintenance: includes all activities required for maintenance and upkeep of exterior grounds, parking lots, athletic fields including snow removal and lawn care
Utilities & Communications:	Includes all cost related to electricity(light & power), natural gas and other heating fuels, sewer & water and all forms of communications
Expensed Block BQRP/Mod:	Includes all non-capital activities related to Block BQRP/Modernization expensed by the jurisdiction
Capital & Debt Services:	Includes all activities related to supported school amortization and debt interest expense. All unsupported amortization is allocated to the appropriate sub-categories

School Jurisdiction Code: 0056

SCHEDULE G to the AFS
DISCLOSURE OF SALARIES AND BENEFITS - 2001-2002
(SECTION 126.1 OF THE SCHOOL ACT)

		FTE's or Individuals	Remuneration	Benefits	Allowances	Performance Bonuses	ERIP's / Other	Total	Expenses
Board of Trustees:									
Chairman Name Ron Fromm		1	$5,618	$252	$2,767	$0	$0	$8,637	$4,636
Board Members:									
Name Michael Barnett		1	$3,752	$499	$1,848	$0	$0	$6,099	$4,108
Name Anna Joyce Fox		1	$4,080	$283	$2,010	$0	$0	$6,373	$1,731
Name Stephen Heggie		1	$3,832	$477	$1,888	$0	$0	$6,197	$2,861
Name Calvin Salmon		1	$3,842	$230	$1,893	$0	$0	$5,965	$1,953
Name Rick Schow		1	$2,559	$108	$1,261	$0	$0	$3,928	$1,967
Name Peter Scott		1	$4,596	$582	$2,264	$0	$0	$7,442	$4,034
Name Jeff Tanner		1	$2,908	$455	$1,432	$0	$0	$4,795	$4,349
Name Barry Webster		1	$3,732	$241	$1,838	$0	$0	$5,811	$4,474
Name Dr. Warren Wilde		1	$3,802	$0	$1,873	$0	$0	$5,675	$1,871
Name Larry Nilsson		1	$2,160	$114	$1,080	$0	$0	$3,354	$0
Subtotal		**11**	**$40,881**	**$3,241**	**$20,154**	**$0**	**$0**	**$64,276**	**$31,985**
Superintendent Dr. Melvin A. Cottle	(2)	1	$107,500	$7,799	$0	$0	$0	$115,299	$9,819
Secretary/TreasurerAndrew F. Chipman	(2)	1	$80,000	$12,141	$0	$0	$0	$92,141	$7,968
Secretary	(2)	0	$0	$0	$0	$0	$0	$0	$0
Treasurer	(2)	0	$0	$0	$0	$0	$0	$0	$0
Certificated Salaries	(1)	254.13	$16,211,635.04	$1,678,773	$0	$0	$292,217	$18,182,625	$0
Uncertificated Salaries & Wages	(1)	225.67	$5,058,056.44	$1,154,383	$0	$0	$3,213	$6,215,652	$0
TOTALS			**$21,498,072**	**$2,856,337**	**$20,154**	**$0**	**$295,430**	**$24,669,993**	**$49,772**
							Sub-Total of Salaries and Benefits from Schedule A	$24,649,839	

Notes: Please refer to completion information on page 15.

(1) Full time equivalents (FTE's)

(2) Employed or contracted

Clark Hardy	1	166.67	0	83.33	$250
Jerald Palmer	1	743.33	17.49	371.67	$1,132

School Jurisdiction Code: 0056

SCHEDULE G1 to the AFS
DISCLOSURE OF SALARIES AND BENEFITS *(SECTION 148.1 OF THE SCHOOL ACT)*
COMPLETION INFORMATION

(1) Salary and benefits consist of and agree with the amounts properly recorded in the school jurisdiction's payroll records and related object codes for salaries, wages and benefits.

(2) **Remuneration** includes regular base salaries, administrative allowances, overtime, lump sum payments EXCEPTING TERMINATION BENEFITS (See #10A below), honoraria, deferred salary leave accruals and any other direct cash remuneration EXCEPTING PERFORMANCE PAY (See #10 below).

(3) Certificated salaries include the aggregate of all payments for certificated staff regardless of the length, nature or definition of the employment agreement. The number of full time equivalent staff should be measured as at September 30.

(4) Uncertificated salaries and wages should be measured in terms of the number of individuals employed as at September 30.

(5) Salary and benefits information should be the aggregate amount covering the same fiscal period as the audited financial statements.

(6) Salary must include deferred salary accruals.

(7) Salary includes only payments for services subject to an employer-employee relationship.

(8) **Benefits** include the employer's share of all employee benefits and contributions or payments made on behalf of employees including retirement pensions, Canada pension plan (CPP), employment insurance (EI), health care, dental coverage, vision coverage, out of country medical benefits, group life insurance, accidental disability and dismemberment insurance, long and short term disability plans.

(9) **Allowances** include all monies paid to an employee as miscellaneous **negotiated** allowances. This category will include car or travel allowances, isolation allowances, relocation expenses, sabbaticals, special leave with pay, financial and retirement planning services, and club memberships. ADMINISTRATIVE ALLOWANCES are included in **Remuneration**.

(10) **Performance Bonuses** include those monies paid to employees of the school authority that are tied to the achievement of some specifed goal or objective.

(10A) **Other** includes termination benefits ((severance pay, retiring allowances (ERIP's), sick leave and other settlement costs due to loss of employment).

(11) **Expenses** will include the reimbursements of travel, subsistence, moving costs, conference fees, etc., paid by the employee **or on his/her behalf** in performing the responsibilities of employment.

(12) The superintendent's remuneration is in terms of one individual who is the Chief Executive Officer. Benefits for the superintendent do not include Alberta Learning contributions to the Teachers Retirement Fund pension plan.

(13) A position should include salary, benefits and allowances earned by an individual who officially acted in a position while it was vacant. If a position was vacant and no one acted in the position, the position should not be disclosed.

(14) Benefits and allowances need not include an amount for automobile, housing or other benefits for which a value cannot be reasonably estimated.

(15) If a position is occupied by more than one individual during a year, the aggregate salary, benefits and allowances earned by the individuals in the position should be disclosed. An explanatory note should indicate the number of individuals.

[illegible]

AUDITED
FINANCIAL STATEMENTS
and Supporting Schedules
FOR THE YEAR ENDED AUGUST 31, 2002

[School Act, Sections 147(2)(a), 151(1) and 276]

Wetaskiwin Regional Division No. 11
Name of School Jurisdiction

5515 - 47 A Avenue Wetaskiwin, Alberta T9A 3B7
Mailing Address

Phone (780) 352-6018 Fax (780) 352-7886
Telephone and Fax Numbers

SCHOOL JURISDICTION MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The financial statements and supporting schedules of Wetaskiwin Regional Division No. 11
Name of School Jurisdiction

presented to Alberta Learning have been prepared by school jurisdiction management which has responsibility for their preparation, integrity and objectivity. The financial statements and schedules, including notes, have been prepared in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

In fulfilling its reporting responsibilities, management has maintained internal control systems and procedures designed to provide reasonable assurance that the school jurisdiction's assets are safeguarded, that transactions are executed in accordance with appropriate authorization and that accounting records may be relied upon to properly reflect the school jurisdiction's transactions. The effectiveness of the control systems is supported by the selection and training of qualified personnel, an organizational structure that provides an appropriate division of responsibility and a strong budgetary system of control.

Board of Trustees Responsibility
The ultimate responsibility for the financial statements lies with the Board of Trustees. The Board reviewed the financial statements with management in detail and the Board approved the financial statements for release.

External Auditors
The Board appoints external auditors to audit the financial statements and meets with the auditors to review their findings. The external auditors have full and free access to school jurisdiction records.

Declaration of Management and Board Chairman
To the best of our knowledge and belief, these financial statements and supporting schedules reflect, in all material respects, the financial position and results of operations and cash flows for the year in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

BOARD CHAIRMAN

Robert Reimer
Name

Signature

SUPERINTENDENT

Dr. Hal Kluczny
Name

Signature

SECRETARY-TREASURER OR TREASURER

Arlene Dow, C.G.A
Name

Signature

[illegible]
Dated

c.c. ALBERTA LEARNING, School Reporting Branch
8th Floor Commerce Place, [illegible] Street, Edmonton AB [illegible]
EMAIL: [illegible]
PHONE: [illegible]

School Jurisdiction Code: 2115

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Grant Thornton LLP
Chartered Accountants
Management Consultants
Canadian Member of
Grant Thornton International

Grant Thornton

Auditors' Report

To the Board Of Trustees
Wetaskiwin Regional Division No. 11

We have audited the statement of financial position of the Wetaskiwin Regional Division No. 11 as at August 31, 2002 and the statements of revenues and expenses and cash flows, changes in net assets, and capital allocations for the year then ended. These financial statements are the responsibility of the school jurisdiction's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform an audit to obtain reasonable assurance as to whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the financial position of the school jurisdiction as at August 31, 2002 and the results of its operations, changes in net assets, cash flows, and capital allocations for the year then ended in accordance with Canadian generally accepted accounting principles.

Our audit was conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The supplementary information included in Schedules A through G is presented for the purposes of additional analysis and is not a required part of the basic financial statements. Such supplementary information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

Grant Thornton LLP

Wetaskiwin, Canada
November 14, 2002

Chartered Accountants

[illegible] Avenue
Wetaskiwin AB
[illegible]
[illegible]
[illegible]
[illegible]

School Jurisdiction Code: 2115

STATEMENT OF FINANCIAL POSITION

as at August 31

(in dollars)

		2002	2001
ASSETS			
Current assets			
Cash and temporary investments		$16 677 799	$13 342 597
Accounts receivable (net after allowances)			
Province of Alberta		$1 265 355	$1 233 376
Federal Government and/or First Nations		$1 032 127	$867 858
Alberta municipalities		$0	$0
Other Alberta school jurisdictions		$5 694	$0
Other		$182 766	$319 533
Prepaid expenses		$163 998	$46 119
Other current assets		$230 952	$226 721
Total current assets		$19 558 691	$16 036 204
School generated assets		$610 247	$545 554
Trust assets		$365 523	$259 815
Capital assets			
Land		$242 290	$242 290
Buildings	$45 872 747		
Less: accumulated amortization	($18 868 046)	$27 004 701	$25 509 685
Equipment	$6 976 103		
Less: accumulated amortization	($6 656 716)	$319 387	$164 939
Vehicles	$253 098		
Less: accumulated amortization	($166 691)	$86 407	$87 202
Total capital assets		$27 652 785	$26 004 116
TOTAL ASSETS		$48 187 246	$42 845 689
LIABILITIES			
Current liabilities			
Bank indebtedness		$0	$0
Accounts payable and accrued liabilities			
Province of Alberta		$687 414	$806 516
Federal Government and/or First Nations		$0	$1 075
Alberta municipalities		$0	$0
Other Alberta school jurisdictions		$0	$0
Other		$3 562 428	$2 543 410
Deferred revenue		$1 225 229	$731 625
Deferred capital allocations		$10 176 919	$7 865 509
Current portion of all long term debt		$973 406	$997 490
Total current liabilities		$16 625 396	$12 945 625
School generated liabilities		$610 247	$545 554
Trust liabilities		$365 523	$259 815
Unfunded employee future benefit liability		$0	$0
Long term debt			
Supported	Debentures and other supported debt	$9 667 844	$10 654 009
	Less: Current portion of supported debt	($964 498)	($986 165)
Unsupported	Debentures and Capital Loans	$81 300	$89 000
	Capital Leases	$1 208	$3 625
	Mortgages	$0	$0
	Less: Current portion of unsupported debt	($8 908)	($11 325)
Unamortized capital allocations		$15 835 865	$14 044 191
Total long term liabilities		$25 588 581	$24 598 704
TOTAL LIABILITIES		$42 213 977	$37 544 329
NET ASSETS			
Unrestricted net assets		$0	$29 907
Operating Reserves		$3 522 350	$3 129 354
Accumulated Operating Surplus (Deficit)		$3 522 350	$3 159 261
Investment in capital assets		$2 066 567	$1 131 120
Capital Reserves		$384 352	$1 010 979
Total Capital Funds		$2 450 919	$2 142 099
Total net assets		$5 973 269	$5 301 360
TOTAL LIABILITIES AND NET ASSETS		$48 187 246	$42 845 689

School Jurisdiction Code: 2115

STATEMENT OF REVENUES AND EXPENSES

for the Year Ended August 31

(in dollars)

	Actual 2002	Budget 2002 (1)	Actual 2001 (2)
REVENUES			
Alberta Learning	$29,047,037	$30,050,414	$29,328,965
Alberta Infrastructure	$1,387,576	$359,000	$260,954
Alberta Finance	$1,092,039	$1,229,398	$1,248,134
Other Government of Alberta	$34,526	$5,800	$3,965
Federal Government and/or First Nations	$2,679,152	$2,029,010	$2,060,919
Other Alberta school authorities	$0	$0	$0
Out of province local authorities	$0	$0	$0
Alberta Municipalities (excluding supplementary requisitions)	$0	$0	$0
Instruction resource fees	$337,569	$381,356	$393,528
Transportation fees	$5,694	$0	$1,320
Other sales and services	$230,228	$75,000	$264,778
Investment income	$184,920	$80,000	$195,435
Gifts and donations	$33,643	$0	$0
Rentals of facilities	$4,817	$11,782	$11,875
Net school generated funds	$594,569	$675,000	$535,017
Gains on disposal of capital assets	$0	$0	$10,957
Amortization of capital allocations	$1,233,542	$1,146,685	$1,144,928
Total Revenues	$36,865,312	$36,043,445	$35,460,775
EXPENSES			
Certificated salaries	$16,844,518	$16,687,987	$15,480,569
Certificated benefits	$2,057,899	$1,644,396	$1,933,789
Uncertificated salaries and wages	$5,720,360	$5,443,489	$5,031,070
Uncertificated benefits	$1,459,134	$1,082,295	$1,071,555
Services, contracts and supplies	$7,079,193	$8,047,976	$6,447,621
Net school generated funds	$594,569	$675,000	$535,017
Capital and debt services			
Amortization of capital assets			
Supported	$1,233,542	$1,146,685	$1,144,928
Unsupported	$147,896	$86,219	$106,098
Total Amortization of capital assets	$1,381,438	$1,232,904	$1,251,026
Interest on capital debt			
Supported	$1,046,920	$1,219,964	$1,148,910
Unsupported	$8,781	$9,434	$9,567
Total Interest on capital debt	$1,055,701	$1,229,398	$1,158,477
Other interest charges	$591	$0	$560
Losses on disposal of capital assets	$0	$0	$0
Total Expenses	$36,193,403	$36,043,445	$32,909,684
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES BEFORE FUNDING ALLOCATED FOR CAPITAL PURPOSES	$671,909	$0	$2,551,091
Block BQRP revenue used for capital purposes	$0	$0	$0
Block MOD revenue used for capital purposes	$0	$0	$0
1999 One-time grant revenue used for capital purposes	$0	$0	$0
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES	$671,909	$0	$2,551,091

Note (1) 2001-2002 budget numbers as restated or taken from the finalized Budget Report pursuant to section 147(2)(b) of the School Act

Note (2) 2000-2001 actuals as restated or taken from the finalized audited financial statements pursuant to Section 147(2)(a) of the School Act

School Jurisdiction Code: 2115

STATEMENT OF CASH FLOWS

for the Year Ended August 31

(in dollars)

		2002	2001
CASH FLOWS FROM:			
A. OPERATIONS			
Surplus (deficit) of revenues over expenses for the year		$671,909	$2,551,091
Add (Deduct) items not requiring cash:			
Amortization of capital allocations revenue		($1,233,542)	($1,144,928)
Total amortization expense		$1,381,438	$1,251,026
Gains on disposal of capital assets		$0	($10,957)
Losses on sale of capital assets		$0	$0
Changes in accrued accounts:			
Accounts receivable		($65,175)	($213,263)
Prepaids and other current assets		($122,110)	$64,850
Payables and accrued liabilities		$898,841	$588,471
Deferred revenue		$493,604	$301,288
Unfunded employee future benefit expense (recovery)		$0	$0
Other (e.g. change in net trust liabilities)		$0	$0
Total sources (uses) of cash from Operations		$2,024,965	$3,387,578
B. INVESTING ACTIVITIES			
Purchases of capital assets			
Land		$0	$0
Buildings		($2,743,126)	($2,788,615)
Equipment		($267,044)	($38,336)
Vehicles		($19,937)	($57,694)
Proceeds from disposal of capital assets		$0	$24,833
Other (describe)		$0	($14,249)
Total sources (uses) of cash from Investing activities		($3,030,107)	($2,874,061)
C. FINANCING ACTIVITIES			
Capital allocations received		$4,350,461	$6,929,728
Issue of long term debt		$0	$0
Repayment of long term debt		($996,282)	($1,012,560)
Add back: supported portion		$986,165	$986,165
Total sources (uses) from Financing activities		$4,340,344	$6,903,333
Net sources (uses) of cash equivalents* during year		$3,335,202	$7,416,850
Cash Equivalents at the beginning of the year		$13,342,597	$5,925,747
Cash Equivalents at the end of the year	$16,677,799	$16,677,799	$13,342,597

Note: Cash equivalents consist of
- cash and temporary investments
- bank indebtedness

School Jurisdiction Code: 0

STATEMENT OF CHANGES IN NET ASSETS
for the Year Ended August 31, 2002
(in dollars)

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)	(14)	(15)
					RESTRICTED NET ASSETS										
	TOTAL	INVESTMENT	UNRESTRICTED	TOTAL RESTRICTED	School Based		Alberta Infrastructure			Board & System Admin.		Transportation		External Services	
	NET ASSETS (Columns 2+3+4	IN CAPITAL ASSETS	NET ASSETS	NET ASSETS Columns 5 to 15	Unsupported Operating Reserves	Unsupported Capital (Vehicle Equip) Reserves	Unsupported O& M Operating Reserves	Supported School (Bldg/Land) Capital Reserves	Unsupported Capital (Bldg Vehicle Equip) Reserves	Unsupported Operating Reserves	Unsupported Capital (Bldg Vehicle Equip) Reserves	Unsupported Operating Reserves	Unsupported Capital (Bldg Vehicle Equip) Reserves	Unsupported Operating Reserves	Unsupported Capital (Bldg, Vehicle Equip) Reserves
Balance at August 31, 2001	$5 368 459	$1 228 126	$0	$4 140 333	$2 177 246	$0	$351 608	$0	$510 979	$370 673	$500 000	$229 827		$0	$0
Prior period adjustments (describe)															
See Note 13	($67 099)	($97 006)	$29 907	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
Adjusted Balance, Aug. 31, 2001	$5 301 360	$1 131 120	$29 907	$4 140 333	$2 177 246	$0	$351 608	$0	$510 979	$370 673	$500 000	$229 827	$0	$0	$0
Surplus(def) of revenue over expenses	$671 909		$671 909												
Block BQRP funded capital transactions		$0	$0												
Block MOD funded capital transactions		$0	$0												
Board funded capital transactions		$1 073 226	($217 066)	($856 160)	$0	$0	$0		($356 160)	$0	($500 000)	$0	$0	$0	$0
Donations of non-amortizable assets	$0	$0													
Amortization of capital assets		($1 381 438)	$1 381 438												
Amortization of capital allocations		$1 233 542	($1 233 542)												
Disposal of unsupported capital assets		$0	$0	$0		$0			$0		$0		$0		$0
Disposal of supported capital assets	$0	$0	$0	$0				$0							
Debt principal payments (unsupported)		$10 117	($10 117)	$0	$0	$0	$0	$0	$0	$0	$0				
Net transfers to operating reserves			($392 996)	$392 996	$368 202	$0	$0	$0	$0	$24 794	$0	$0	$0	$0	$0
Net transfers from operating reserves			$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
Net transfers to capital reserves			($229 533)	$229 533	$0	$87 498	$0	$0	$43 454	$0	$88 578	$0	$10 003	$0	$0
Net transfers from capital reserves	$0		$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
Balance at August 31, 2002	$5 973 269	$2 066 567	$0	$3 906 702	$2 545 448	$87 498	$351 608	$0	$198 273	$395 467	$88 578	$229 827	$10 003	$0	$0

School Jurisdiction Code: 2115

STATEMENT OF CAPITAL ALLOCATIONS
(SUPPORTED CAPITAL FINANCING ONLY)
for the Year Ended August 31, 2002

(in dollars)

		Deferred Capital Allocations	Unamortized Capital Allocations
Balance at August 31, 2001		$7,865,509	$14,044,191
Add:			
Capital allocations from:	AB Infrastructure - New/Modernization Projects	$4,152,357	
	Other Government of Alberta	$0	
	Federal Government and/or First Nations	$0	
	Alberta Municipalities	$0	
	Other Alberta school jurisdictions	$0	
	Other	$0	
Interest earned on provincial government capital allocations		$198,104	
Other capital grants and donations		$0	
Insurance proceeds			
Donated capital assets (depreciable, at Fair Market Value)			$0
Transferred in capital assets (depreciable, at Net Book Value)			$0
Current Year Debenture Principal Repayment			$986,165
Expended capital allocations - current year		($2,039,051)	$2,039,051
Less:			
Unamortized Capital Allocation affected by a disposal through transfer out			$0
Capital allocations amortized to revenue			$1,233,542
Balance at August 31, 2002		$10,176,919	$15,835,865

Wetaskiwin Regional Division No. 11
Notes to the Financial Statements
August 31, 2002

1. Authority and purpose

The School Jurisdiction delivers education programs under the authority of the School Act, Chapter S-3.1, Statutes of Alberta, 1988. The Regional Division is exempt from payment of income tax under the Income Tax Act.

The School Jurisdiction receives block allocations for instruction and support under Regulation 221/1998. The Regulation limits funding and expenses for administration. It permits the School Jurisdiction, within specified limits, to reallocate funding between the instruction and support blocks.

2. Summary of significant accounting policies

These financial statements have been prepared in accordance with Canadian generally accepted accounting principles (GAAP) and accounting policies consistent with those prescribed by Alberta Learning for Alberta school jurisdictions. The precise determination of many assets and liabilities is dependent on future events. As a result, the preparation of financial statements for a period involves the use of estimates and approximations, which have been made using careful judgment. Actual results could differ from those estimates and approximations. The financial statements have, in management's opinion, been properly prepared within reasonable limits of materiality and within the framework of the accounting policies summarized below.

Revenue recognition

The Wetaskiwin Regional Division #11 follows the deferral method of accounting for contributions.

Revenue is recognized as follows:

Instruction and support allocations are recognized in the year to which they relate.

Fees for services related to courses and programs are recognized as revenue when such courses and programs are delivered.

Unrestricted contributions are recognized as revenue when received or receivable. Contributions in-kind are recorded at fair market value when reasonably determinable.

Externally restricted contributions are deferred and recognized as revenue in the period in which the restriction is complied with.

Restricted investment income is recognized as revenue in the year in which the related expenses are incurred. Unrestricted investment income is recognized as revenue when earned.

2. Summary of significant accounting policies (continued)

Cash and cash equivalents

Cash and cash equivalents include cash on hand, balances with banks and short term deposits with original maturities of one year or less.

Inventory

Inventory is recorded at the lesser of cost and net realizable value where cost is determined on a specific invoice basis.

School generated funds

These are the funds in the community which come under the control and responsibility of the school principal and are for school activities. These funds are usually collected and retained at the school for expenditures paid at the school level (e.g. yearbook sales, graduation fees, field trip fees, etc.).

Capital assets

Capital assets are recorded at cost. Contributed capital assets are recorded at fair market value at the date of the contribution. Amortization is provided on a straight line basis over the assets' estimated useful lives at the following rates:

Buildings	2.5% to 10%
Equipment	10% and 20%
Vehicles	10% and 20%

Only capital assets with costs in excess of $5,000 are capitalized. Any capital allocations received for asset additions are amortized over the same period as the related asset.

Pension obligation

Pension costs included in these statements comprise the cost of employer contributions for current service of employees during the year.

The school board participates in the multi-employer pension plan, Local Authorities Pension Plan. The expense for this pension plan is equivalent to the annual contributions of $445,900 for the year ended August 31, 2002.

At December 31, 2001 the Local Authorities Pension Plan reported a surplus of $634,000,000 (2000 - $665,523,000).

2. Summary of significant accounting policies (continued)

Contributed services

Volunteers contribute a considerable number of hours per year to various schools, which are within the school board to ensure that certain programs are delivered, such as kindergarten, lunch services, and the raising of school generated funds. Because of the difficulty of compiling these hours and the fact that those services are not otherwise purchased, contributed services are not recognized in the financial statements.

Operating and capital reserves

Reserves are established at the discretion of the Board of Trustees of the jurisdiction or externally, to set aside funds for operating and for future capital expenditures. Such reserves are appropriations of accumulated surplus.

3. Prior period adjustment

As at August 31, 2002, it was discovered that the 2000-2001 BQRP funding allocation and the related accounts receivable was incorrectly recorded by management. Capital additions were also being recorded in prior periods as being externally funded versus internally funded. As a result, the August 31, 2001 figures, presented for comparative purposes, have been restated from those previously reported in order to properly account for the BQRP funding and the capital projects as follows:

	Increase	Decrease
Accounts receivable – Province of Alberta	$ 113,114	$ -
Deferred revenue	165,378	-
Unamortized capital allocations	14,835	-
Unrestricted net assets	29,907	-
Investment in capital assets	-	97,006

4. Cash and cash equivalents

Cash and cash equivalents include balances internally and externally restricted as follows:

	2002	Restated 2001
Externally restricted		
Capital projects	$ 10,176,919	$ 7,865,509
Operations	1,225,229	731,625
Internally restricted		
Capital reserves	381,065	1,010,979
Operating reserves	3,525,637	3,129,354
	$ 15,308,850	$ 12,737,467

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5. Bank indebtedness

The Regional Division has a prime less 0.5% operating line of credit of $4,000,000 of which $4,000,000 is unused at August 31, 2002. As security the Regional Division has provided a borrowing by-law.

6. Long term debt

	2002	2001
Capital loans:		
15.33% capital equipment lease, maturing in 2003, repayable in equal annual instalments of principal and interest of $3,529. As security the Regional Division has provided specific equipment with a carrying value of $nil.	$ 1,208	$ 3,625
Debentures:		
6.875% to 12% Alberta Municipal Finance Corporation debentures maturing at various dates from 2002 to 2018. Debenture debt is authorized by Alberta Treasury and $9,667,844 is fully supported.	9,749,144	10,743,009
	9,750,352	10,746,634
Less: current portion	973,406	997,490
	$ 8,776,946	$ 9,749,144

Debenture and capital loan repayments required in each of the next five years and beyond are due as follows:

	Principal	Interest	Total
2002 - 2003	$ 973,406	$ 1,017,369	$ 1,990,775
2003 - 2004	968,598	914,250	1,882,848
2004 - 2005	932,198	811,472	1,743,670
2005 - 2006	922,089	711,994	1,634,083
2006 - 2007	922,089	613,464	1,535,553
2007 to maturity	5,031,972	2,221,360	7,253,332
Total	$ 9,750,352	$ 6,289,909	$16,040,261

7. Budget amounts

The budget was prepared by the School jurisdiction management with Board of Trustees approval given on May 24, 2001. It is presented for information purposes only and has not been audited.

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8. Contingency

Contingent asset

The jurisdiction is a member of a reciprocal insurance exchange called ALAIRE. A portion of the premiums paid each year represents equity contributions to the insurance fund. These payments have been recorded as expenditures in the financial statements as the value of equity is subject to liability claims and is not an asset that the jurisdiction can liquidate.

9. Commitments

Building projects

The jurisdiction is committed to further capital expenditures for the addition at Clear Vista School of approximately $7,850,000. To date $1,076,472 has been completed. It is anticipated that these costs will be fully funded by the capital allocations from Alberta Infrastructure.

Operating leases

The Regional Division has entered into several equipment leases for terms ending in 2003. The minimum lease payments due over the next year totals $40,448.

10. Related party transactions

During the year, the Wetaskiwin Regional Division #11 had the following transactions with related parties:

	2002	Restated 2001
Revenue		
Province of Alberta		
Block funding	$ 31,526,652	$ 30,838,053
Amortization of capital allocations	1,233,542	1,144,928
Other	7,291	72,159
	$ 32,767,485	$ 32,055,140
Expenses		
Province of Alberta	$ 43,480	$ 42,732
Debt repayment		
Province of Alberta		
Debt principal	$ 986,165	$ 986,165

10. Related party transactions (continued)

	2002	Restated 2001
Accounts receivable		
Province of Alberta		
Accrued interest	$ 661,969	$ 728,053
Funding	603,386	505,323
	1,265,355	1,233,376
Other Alberta school jurisdictions	5,694	-
	$ 1,271,049	$ 1,233,376
Accounts payable and accrued liabilities		
Province of Alberta		
Accrued interest	$ 668,956	$ 735,692
Other	18,458	70,824
	$ 687,414	$ 806,516
Deferred revenue		
Province of Alberta	$ 1,225,229	$ 731,625
Deferred capital allocations		
Province of Alberta	$ 10,176,919	$ 7,865,509
Unamortized capital allocations		
Province of Alberta	$ 15,835,865	$ 14,044,191

11. Financial instruments

Credit risk

Credit risk arises from the possibility that the entities to which the School Jurisdiction provides services may experience financial difficulty and be unable to fulfil their obligations. The majority of the School Jurisdiction's receivables are collectible from various levels of government and as such credit risk is considered minimal.

Fair value

The fair values of accounts, cash and cash equivalents, accounts receivables, school generated assets, accounts payable and accrued liabilities, deferred revenue, deferred contributions and school generated funds are not significantly different than the carrying value.

12. Economic dependence

The School Jurisdiction received 88.9% (2001 – 90.4%) of its revenues pursuant to a funding arrangement with Alberta Learning

13. Comparative figures

The Budget 2002 and Actual 2001 comparative figures have been reclassified where necessary to conform to Actual 2002 presentation.

SCHEDULE A to the AFS
ALLOCATION OF REVENUES AND EXPENSES TO PROGRAMS - 2001-200:

School Jurisdiction Code: 2115

REVENUES	TOTAL	Early Childhood Services	Total Instruction (Grades 1 to 12)	Operations and Maintenance of Schools & Maintenance Shops	Transportation	Board & System Adminstration			External Services
						Board Governance	System Admintration	Total Board & System Admin.	
Alberta Learning allocations									
(1) Instruction block	$21 980 658	$1 177 069	$20 803 589						
(2) Support block	$5 587 830			$1 503 630	$2 772 048			$1 312 152	
(3) Instruction & support block reallocations	$0	$0	$150 000	$0	($150 000)			$0	$0
(4) Alberta Initiative for School Improvement (AISI)	$557 393	$16 714	$540 679						
(5) Student Health Initiative (SHI)	$212 291	$0	$212 291						$0
(6) Teacher Salary Enhancement (TSE)	$696 574	$15 325	$664 323					$16 926	$0
(7) Regional Assessment Services (4 boards only)	$0								$0
(8) Regional P.D. Consortium (6 boards only)	$0								$0
(9) Other Alberta Learning revenues	$12 291	$0	$12 291	$0	$0			$0	$0
(10) **Total Alberta Learning Revenue**	$29 047 037	$1 209 108	$22 383 173	$1 503 630	$2 622 048			$1 329 078	$0
Alberta Infrastructure									
(11) Expensed Block Mod, Block BQRP support	$313 554		$0	$313 554					
(12) Operations and Maintenance support	$1 074 022			$1 074 022					
(13) **Total Alberta Infrastructure Revenue**	$1 387 576		$0	$1 387 576					
(14) **Alberta Finance**	$1 092 039		$0	$1 092 039	$0			$0	
(15) **Other - Government of Alberta**	$34 526	$0	$0	$300	$0			$34 226	$0
(16) **Federal Government and/or First Nations**	$2 679 152	$18 028	$2 302 311	$259 209	$0			$99 604	$0
(17) **Other Alberta school authorities**	$0	$0	$0	$0	$0			$0	$0
(18) **Out of province local authorities**	$0	$0	$0	$0	$0			$0	$0
(19) **Alberta municipalities (excl. supplementary requisitions)**	$0	$0	$0	$0	$0			$0	$0
(20) **Instruction resource fees**	$337 569	$7 162	$330 407						
(21) **Transportation fees**	$5 694				$5 694				
(22) **Other sales and services**	$230 228	$0	$218 557	$0	$0			$11 671	$0
(23) **Investment income**	$184 920	$0	$0	$0	$0			$184 920	$0
(24) **Gifts and donations**	$33 643	$0	$0	$0	$0				$33 643
(25) **Rentals of facilities**	$4 817	$0	$174	$4 643	$0			$0	$0
(26) **Net school generated funds**	$594 569		$594 569					$0	
(27) **Gains on disposal of capital assets**	$0	$0	$0	$0	$0			$0	$0
(28) **Amortization of capital allocations**	$1 233 542		$6 583	$1 218 209	$8 750				
(29) **TOTAL REVENUES** $36 865 312	$36 865 312	$1 234 298	$25 835 774	$5 465 606	$2 636 492			$1 659 499	$33 643
EXPENSES									
(30) **Certificated salaries**	$16 844 518	$428 798	$16 106 410				$309 310	$309 310	$0
(31) **Certificated benefits**	$2 057 899	$56 932	$1 970 972				$29 995	$29 995	$0
(32) **Uncertificated salaries and wages**	$5 720 360	$333 111	$3 378 829	$1 388 982	$88 580	$86 324	$444 534	$530 858	$0
(33) **Uncertificated benefits**	$1 459 134	$65 597	$766 387	$278 867	$18 663	$18 295	$311 325	$329 620	$0
(34) **SUB - TOTAL**	$26 081 911	$884 438	$22 222 598	$1 667 849	$107 243	$104 619	$1 095 164	$1 199 783	$0
(35) **Services, contracts & supplies**	$7 079 193	$175 102	$2 829 221	$1 489 743	$2 234 602	$89 837	$260 688	$350 525	$0
(36) **Cost recoveries & transfers (must balance to zero)**	$0	$0	$0	$0	$0	$0	$0	$0	$0
(37) **Net school generated funds**	$594 569		$594 569						
Capital and debt services									
Amortization of capital assets									
(38) Supported	$1 233 542	$0	$6 583	$1 218 209	$8 750	$0	$0	$0	$0
(39) Unsupported	$147 896	$0	$87 898	$43 454	$1 253	$0	$15 291	$15 291	$0
(40) Total Amortization	$1 381 438	$0	$94 481	$1 261 663	$10 003	$0	$15 291	$15 291	$0
Interest on capital debt									
(41) Supported	$1 046 920	$0	$0	$1 046 920	$0	$0	$0	$0	$0
(42) Unsupported	$8 781	$0	$0	$8 781	$0	$0	$0	$0	$0
(43) Other interest charges	$591	$0	$0	$0	$0	$0	$591	$591	$0
(44) Losses on disposal of capital assets	$0	$0	$0	$0	$0	$0	$0	$0	$0
(45) **TOTAL EXPENSES** $36 193 403	$36 193 403	$1 059 540	$25 740 869	$5 474 956	$2 351 848	$194 456	$1 371 734	$1 566 190	$0
(46) Surplus(deficit) Before Funding Allocated for Capital Purposes	$671 909	$174 758	$94 905	($9 350)	$284 644			$93 309	$33 643
TOTAL applicable number of students/children	4 455	137	4 318	4 455	2 866			4 455	
AVERAGE PROGRAM COSTS per applicable student/child	$8 124	$7 734	$5 961	$1 229	$821			$352	

SCHEDULE B1 to the AFS
INSTRUCTION Grades 1 to 12 Program 2001-2002 Expenses

EXPENSES	INSTRUCTION (Grades 1 to 12)							
	All Student Instruction	School Admin. & Instruction Support	System Instruction Support	Mildly & Moderately Disabled and Gifted & Talented	Severely Disabled	Alberta Initiative for School Improvement	Student Health Initiative	Total Instruction (Grades 1 to 12)
Certificated salaries	$11,713,260	$1,448,848	$122,444	$1,122,706	$1,283,304	$344,366	$71,482	$16,106,410
Certificated benefits	$1,461,929	$143,556	$16,037	$64,600	$227,716	$49,127	$8,007	$1,970,972
Uncertificated salaries and wages	$514,543	$909,843	$333,847	$387,025	$1,112,692	$38,457	$82,422	$3,378,829
Uncertificated benefits	$108,917	$207,371	$66,789	$34,408	$316,645	$8,609	$23,648	$766,387
SUB - TOTAL REMUNERATION	$13,798,649	$2,709,618	$539,117	$1,608,739	$2,940,357	$440,559	$185,559	$22,222,598
Services, contracts & supplies	$1,629,527	$656,198	$194,354	$74,698	$147,592	$100,120	$26,732	$2,829,221
Cost recoveries & transfers	$0	$0	$0	$0	$0	$0	$0	$0
Net school generated funds	$594,569							$594,569
Amortization of capital assets								
Supported	$0	$0	$6,583	$0	$0	$0	$0	$6,583
Unsupported	$0	$0	$87,898	$0	$0	$0	$0	$87,898
Total Amortization	$0	$0	$94,481	$0	$0	$0	$0	$94,481
Interest on capital debt								
Supported	$0	$0	$0	$0	$0	$0	$0	$0
Unsupported	$0	$0	$0	$0	$0	$0	$0	$0
Other interest charges	$0	$0	$0	$0	$0	$0	$0	$0
Losses on disposal of capital assets	$0	$0	$0	$0	$0	$0	$0	$0
TOTAL EXPENSES	$16,022,745	$3,365,816	$827,952	$1,683,437	$3,087,949	$540,679	$212,291	$25,740,869
FTE Certificated				19	20			
FTE Uncertificated				20	47			

SCHEDULE B2 to the AFS
INSTRUCTION Grades 1 to 12 Program 2001-2002

	AB LEARNING INSTRUCTION BLOCK REVENUE	ALBERTA LEARNING OTHER REVENUE	NON-ALBERTA LEARNING REVENUE	INSTRUCTION BLOCK REALLOCATION	TOTAL REVENUE	TOTAL EXPENSES	NET
Basic Instruction	$16,845,526	$1,429,584	$3,122,194	$150,000	$21,547,304	$17,491,861	$4,055,443
School Admin & Instruction Support Expenses						$3,365,816	($3,365,816)
System Instruction Support Expenses						$827,952	($827,952)
Total Basic Instruction	$16,845,526	$1,429,584	$3,122,194	$150,000	$21,547,304	$21,685,629	($138,325)
Sub-Programs & Initiatives							
Severely Disabled	$3,043,858		$0		$3,043,858	$3,087,949	($44,091)
English as a Second Language	$40,432				$40,432	$24,318	$16,114
Enhanced Opportunities	$0				$0	$0	$0
Native Education Project	$106,210		$0		$106,210	$105,089	$1,121
Institutional Programs	$104,091				$104,091	$108,004	($3,913)
Sparsity & Distance	$323,695				$323,695		$323,695
Growth & Density	$44,133				$44,133		$44,133
Teacher Assistants Program	$81,134				$81,134	$133,010	($51,876)
Early Literacy Initiative (K-2)	$139,700				$139,700	$177,409	($37,709)
Learning Resources (LRC credit used)	$32,609		$330,407		$363,016	$363,016	$0
Supernet	$0				$0	$0	$0
Technology Integration	$0		$0		$0	$0	$0
French as a Second Language(all jurisdictions)	$15,549				$15,549	$2,400	$13,149
Home Education	$26,652		$0		$26,652	$54,045	($27,393)
Emergent	$0				$0	$0	$0
Total Sub-Programs & Initiatives	$3,958,063		$330,407		$4,288,470	$4,055,240	$233,230
INSTRUCTION, GRADES 1-12 (plus Early Lit. ECS)	$20,803,589	$1,429,584	$3,452,601	$150,000	$25,835,774	$25,740,869	$94,905

School Jurisdiction Code: 2115

SCHEDULE C to the AFS
SUMMARY OF REVENUE TRANSFERS
BETWEEN ALBERTA LEARNING BLOCK ALLOCATIONS - 2001-2002

	Early Childhood Services	Instruction (Grades 1 to 12)	Operations and Maintenance	Transportation	Board and System Administration	External Services
Alberta Learning block allocations - Schedule A (Lines 1 & 2)	$1,177,069	$20,803,589	$1,503,630	$2,772,048	$1,312,152	
Reallocations permitted by the "Funding for School Authorities" manual						
From instruction block to:						
(1) External Services		$0				$0
From ECS component of instruction block:						
(1) Transportation (part of the 2% maximum) (Note)	$0			$0		
(2) Operations and maintenance of schools (part of the 2% maximum) (Note)	$0		$0			
From all or part of maximum 2% of instruction block to:						
(1) Operations and maintenance of schools		$0	$0			
(2) Transportation		$0		$0		
Calculation: 2% of **$21,980,658** = **$439,613** **$0**						
From instruction block (Growth & Denisty component) to:						
(1) Operations and maintenance of schools		$0	$0			
(2) Transportation		$0		$0		
Reallocations directed by the board of trustees						
From operations and maintenance of schools block to:						
(1) Transportation			$0	$0		
(2) Instruction		$0	$0			
From transportation block to:						
(1) Operations and maintenance			$0	$0		
(2) Instruction		$150,000		($150,000)		
From board and system administration block to:						
(1) Transportation				$0	$0	
(2) Operations and maintenance of schools			$0		$0	
(3) Instruction		$0			$0	
From within the instruction block and its components:						
(1) Instruction to: Early childhood services (ECS)	$0	$0				
(2) ECS to: Instruction	$0	$0				
AMOUNTS REFLECTED ON SCHEDULE A (Line 3)	$0	$150,000	$0	($150,000)	$0	$0

Note: Incremental ECS costs for transportation or O & M funded out of the instruction block should normally be recorded as a cost recovery on Schedule B rather than as a revenue transfer on this schedule.

School Jurisdiction Code: 2115

SCHEDULE D to the AFS

CALCULATION OF MAXIMUM ELIGIBLE EXPENSE LIMITS FOR BOARD (GOVERNANCE) AND SYSTEM ADMINISTRATION 2001-2002

STEP 1

Determine the total eligible revenue which is used as the BASE TOTAL to calculate the maximum eligible expense limits for Board and System Administration

Total Revenues (Schedule A):		
Instruction Block	- Grades ECS -12 (excluding technology integration and emergent)	$21,980,658
Support Block	- Operations & Maintenance	$1,503,630
	- Transportation	$2,772,048
SUBTOTAL		$26,256,336
Other Revenues		
Alberta Infrastructure (Operations & Maintenance)		$1,074,022
Other Alberta Learning revenues (Excluding One-Time Grant)		$0
Other - Government of Alberta (Excluding Alberta Finance)		$34,526
Federal government/First Nations		$2,679,152
Other Alberta school authorities		$0
Out of province local authorities		$0
Alberta municipalities		$0
Other sales and services		$230,228
Interest on investments		$184,920
Rentals of facilities		$4,817
Gains on disposal of capital assets		$0
Amortization of capital allocations		$1,233,542
School generated funds (Schedule E)		$1,174,019
BASE TOTAL FOR CALCULATING MAXIMUM EXPENSE LIMITS		**$32,871,562**

STEP 2

Calculation of maximum expense limit PERCENTAGE for Board and System Administration expenses **4.84%**

If "Total Net Enrolled Students" are 6,000 and over = 4%

If "Total Net Enrolled Students" are 2,000 and less = 6%

The Maximum Expense Limit for Board and System Administration is based on an arithmetical proration for the TOTAL FTE count for grades 1 -12, net of Home Education AND Adult students, between 2,000 to 6,000 at .0005 per FTE.

EXAMPLE: 4,500 FTE count grades 1-12 = 6,000 - 4,500 = 1,500 X .0005 = .75% plus 4% = maximum expense limit of 4.75%.

Note: Calculation unnecessary if Total FTE is 6,000 or more, and 2,000 & less.

STEP 3

Calculate maximum expense limit AMOUNTS for Board and System Administration expenses

Maximum Expense Limit percentage (Step 2) x Base Total (Step 1)		$1,590,984
Considerations for Charter Schools and Francophone Boards:		
If Charter School, enter 50,000	0	$0
If Francophone Board, enter 300,000	0	$0
(If none of these considerations apply, leave the above cells blank)		
MAXIMUM EXPENSE LIMIT		**$1,590,984**

STEP 4

Compare maximum expense limit amounts calculated in Step 3 to actual expenses (from Schedule A)

Actual Board Governance & System Administration expenses	$1,566,190
PLUS: transfers to Restricted - Operating (Board/System Administration)	$24,794
LESS: transfers from Restricted - Operating (Board/System Administration)	$0
TOTAL BOARD GOVERNANCE & SYSTEM ADMINISTRATION EXPENSES	$1,590,984
Maximum Expense Limit for Board & System Administration (Step 3)	$1,590,984
ACTUAL EXPENSES - OVER(UNDER) MAXIMUM EXPENSE LIMIT	$0

School Jurisdiction Code: 2115

SCHEDULE E to the AFS
SOURCE & APPLICATION OF SCHOOL GENERATED FUNDS (SGF) - 2001-2002

Unexpended SGF - Opening Balance August 31, 2001		$545,554
Source of School Generated Funds:		
Total School Generated Funds for the year (Note 1)	$1,174,019	
Less: SGF - related cost recoveries (Note 2)	$589,201	
- capitalized at the District level	$0	
Net Total	$584,818	
Plus: Donations Received (Note 3)	$74,444	
Equals: Net Additions to SGF		$659,262
Net SGF Available for discretionary spending		$1,204,816
Net SGF revenue and Net SGF expense - per schedule A, line 26 and line 37		
Net expended SGF for discretionary purposes (Note 4)		$594,569
Unexpended SGF - Closing Balance August 31, 2002		$610,247

Note 1 Excludes fees collected pursuant to Section 60(2)(j) of the School Act (e.g. instruction materials and technology fees determined by board policy or resolution). This is the amount used to calculate the administrative cap. See Schedule E.

Note 2 These are the expenses (a) incurred in generating SGF (e.g. fundraising expenses, printing of tickets, payment to DJ at school dance; cost of goods sold for school cafeteria/servery; staffing and supplies for a dinner; raffle prizes; supplies for a car wash; book fair purchases; meals for lunch program), or (b) collected and disbursed for the benefit of individual students (e.g. cost of field trips for student activities not leading to CEU's). Monies collected for CEU-related activities are not SGF. They are recorded as instruction fees.

Note 3 Donations are restricted to cash; gifts in kind are treated as board assets, not SGF. Amounts are net of related expenses.

Note 4 Only SGF expended for discretionary purposes are recorded as revenue and expense; unexpended funds are carried forward on the balance sheet to the succeeding year. Any capital items purchased with SGF should be treated as a SGF-related cost recovery.

School Jurisdiction Code: 2115

SCHEDULE F to the AFS
Operations and Maintenance Program 2001-2002 Expenses

EXPENSES	Operations and Maintenance								
	Maintenance Office & Shop Administration	Preventative Maintenance	Custodial	Fire/Security/ Safety Systems	Sites and Grounds Maintenance	Utilities and Communications	Expensed Block BQRP/Mod.	Capital & Debt Services and Transfers	Total Operations and Maintenance
Uncertificated salaries and wages	$101,580	$0	$943,339	$0	$344,063	$0	$0		$1,388,982
Uncertificated benefits	$19,416	$0	$191,423	$0	$68,028	$0	$0		$278,867
SUB - TOTAL REMUNERATION	$120,996	$0	$1,134,762	$0	$412,091	$0	$0		$1,667,849
Contracted Services	$0	$0	$0	$0	$87,330	$23,563	$0		$110,893
Supplies	$22,201	$0	$184,829		$131,600		$354,569		$693,199
Electricity						$482,369			$482,369
Natural Gas/Heating Fuel						$157,895			$157,895
Sewer and Water						$45,387			$45,387
Cost recoveries & transfers								$0	$0
Amortization of capital assets									
Supported								$1,218,209	$1,218,209
Unsupported	$0	$0	$0	$0	$0	$0	$0	$43,454	$43,454
Total Amortization	$0	$0	$0	$0	$0	$0	$0	$1,261,663	$1,261,663
Interest on capital debt									
Supported								$1,046,920	$1,046,920
Unsupported								$8,781	$8,781
Other interest charges								$0	$0
Losses on disposal of capital assets								$0	$0
TOTAL EXPENSES	$143,197	$0	$1,319,591	$0	$631,021	$709,214	$354,569	$2,317,364	$5,474,956
FTE Uncertificated (Board/Contract)	2.0	0.0	31.2	0.0	8.0	0.0	0.0	0.0	41.2

Notes:

Maintenance Office & Shop Administration:	Includes all maintenance office related remuneration, supplies, services and contracts.
Preventative Maintenance:	Includes all structural, architectural, mechanical and electrical maintenance items identified below. - activities required for operating and maintaining the structure, envelope, roof, parkade, ramps/fire escapes, fixed exterior walls, exterior finishes of the buildings and outside doors/other barriers - activities for purchase, installation, maintenance and repair of mechanical and electrical systems for the maintenance buildings and schools.
Custodial:	Includes all the activities required for ensuring the buildings are kept in a clean and tidy condition.
Fire/Security/Safety Systems:	Includes all activities required for fire prevention/alarms systems, security personnel and alarm systems, detection systems and related safety systems for the property.
Sites & Grounds Maintenance:	Sites & Grounds Maintenance: includes all activities required for maintenance and upkeep of exterior grounds, parking lots, athletic fields including snow removal and lawn care.
Utilities & Communications:	Includes all cost related to electricity(light & power), natural gas and other heating fuels, sewer & water and all forms of communications.
Expensed Block BQRP/Mod:	Includes all non-capital activities related to Block BQRP/Modernization expensed by the jurisdiction.
Capital & Debt Services:	Includes all activities related to supported school amortization and debt interest expense. All unsupported amortization is allocated to the appropriate sub-categories.

School Jurisdiction Code: 2115

SCHEDULE G to the AFS
DISCLOSURE OF SALARIES AND BENEFITS - 2001-2002
(SECTION 126.1 OF THE SCHOOL ACT)

	FTE's or Individuals	Remuneration	Benefits	Allowances	Performance Bonuses	ERIP's / Other	Total	Expenses
Board of Trustees:								
Chairman								
Name Robert Reimer	1	$15,312	$2,837	$0	$0	$0	$18,149	$6,946
Board Members:								
Name Barb Johnson	1	$11,500	$2,865	$0	$0	$0	$14,365	$6,600
Name Kathy Rooyakkers	1	$13,731	$2,888	$0	$0	$0	$16,619	$6,562
Name Steven Hines	0.92	$7,567	$140	$0	$0	$0	$7,707	$5,790
Name Gregory Butt	0.92	$10,058	$2,764	$0	$0	$0	$12,822	$7,316
Name Ed Zacharko	0.92	$11,927	$3,201	$0	$0	$0	$15,128	$6,094
Name Gerd Andres	1	$10,375	$2,833	$0	$0	$0	$13,208	$4,901
Name Debbie Mardy	0.08	$2,445	$287	$0	$0	$0	$2,732	$102
Name Diane Sauer	0.08	$1,736	$26	$0	$0	$0	$1,762	$32
Name Bill Milnthorp	0.08	$1,673	$454	$0	$0	$0	$2,127	$40
Name	0	$0	$0	$0	$0	$0	$0	$0
Subtotal	**7**	**$86,324**	**$18,295**	**$0**	**$0**	**$0**	**$104,619**	**$44,383**
Superintendent Dr. Hal Kluczny (2)	1	$102,594	$8,546	$0	$0	$0	$111,140	$7,775
Secretary/TreasurerArlene Dow (2)	1	$88,931	$13,472	$0	$0	$0	$102,403	$3,895
Secretary (2)	0	$0	$0	$0	$0	$0	$0	$0
Treasurer (2)	0	$0	$0	$0	$0	$0	$0	$0
Certificated Salaries (1)	271.51	$16,741,924	$1,930,869	$0	$0	$118,484	$18,791,277	$68,220
Uncertificated Salaries & Wages (1)	217.03	$5,545,105	$1,203,852	$0	$0	$223,515	$6,972,472	$47,301
TOTALS		**$22,564,878**	**$3,175,034**	**$0**	**$0**	**$341,999**	**$26,081,911**	**$171,574**
				Sub-Total of Salaries and Benefits from Schedule A:			$26,081,911	

Notes: Please refer to completion information on page 15.

(1) Full time equivalents (FTE's)

(2) Employed or contracted

SCHEDULE G1 to the AFS

DISCLOSURE OF SALARIES AND BENEFITS *(SECTION 148.1 OF THE SCHOOL ACT)*

COMPLETION INFORMATION

(1) Salary and benefits consist of and agree with the amounts properly recorded in the school jurisdiction's payroll records and related object codes for salaries, wages and benefits.

(2) **Remuneration** includes regular base salaries, administrative allowances, overtime, lump sum payments EXCEPTING TERMINATION BENEFITS (See #10A below), honoraria, deferred salary leave accruals and any other direct cash remuneration EXCEPTING PERFORMANCE PAY (See #10 below).

(3) Certificated salaries include the aggregate of all payments for certificated staff regardless of the length, nature or definition of the employment agreement. The number of full time equivalent staff should be measured as at September 30.

(4) Uncertificated salaries and wages should be measured in terms of the number of individuals employed as at September 30.

(5) Salary and benefits information should be the aggregate amount covering the same fiscal period as the audited financial statements.

(6) Salary must include deferred salary accruals.

(7) Salary includes only payments for services subject to an employer-employee relationship.

(8) **Benefits** include the employer's share of all employee benefits and contributions or payments made on behalf of employees including retirement pensions, Canada pension plan (CPP), employment insurance (EI), health care, dental coverage, vision coverage, out of country medical benefits, group life insurance, accidental disability and dismemberment insurance, long and short term disability plans.

(9) **Allowances** include all monies paid to an employee as miscellaneous **negotiated** allowances. This category will include car or travel allowances, isolation allowances, relocation expenses, sabbaticals, special leave with pay, financial and retirement planning services, and club memberships. ADMINISTRATIVE ALLOWANCES are included in **Remuneration**.

(10) **Performance Bonuses** include those monies paid to employees of the school authority that are tied to the achievement of some specifed goal or objective.

(10A) **Other** includes termination benefits ((severance pay, retiring allowances (ERIP's), sick leave and other settlement costs due to loss of employment).

(11) **Expenses** will include the reimbursements of travel, subsistence, moving costs, conference fees, etc., paid by the employee **or on his/her behalf** in performing the responsibilities of employment.

(12) The superintendent's remuneration is in terms of one individual who is the Chief Executive Officer. Benefits for the superintendent do not include Alberta Learning contributions to the Teachers Retirement Fund pension plan.

(13) A position should include salary, benefits and allowances earned by an individual who officially acted in a position while it was vacant. If a position was vacant and no one acted in the position, the position should not be disclosed.

(14) Benefits and allowances need not include an amount for automobile, housing or other benefits for which a value cannot be reasonably estimated.

(15) If a position is occupied by more than one individual during a year, the aggregate salary, benefits and allowances earned by the individuals in the position should be disclosed. An explanatory note should indicate the number of individuals.

School Jurisdiction Code: [illegible]

AUDITED
FINANCIAL STATEMENTS
and Supporting Schedules
FOR THE YEAR ENDED AUGUST 31, 2002

[School Act, Sections 147(2)(a), 151(1) and 276]

Wild Rose School Division No. 66

Name of School Jurisdiction

4912 - 43 Street, Rocky Mountain House, Alberta T4T 1P4

Mailing Address

Telephone: (403) 845- 3376 Facsimile: (403) 845-4287

Telephone and Fax Numbers

SCHOOL JURISDICTION MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The financial statements and supporting schedules Wild Rose School Division No. 66
Name of School Jurisdiction
presented to Alberta Learning have been prepared by school jurisdiction management which has responsibility for their preparation, integrity and objectivity. The financial statements and schedules, including notes, have been prepared in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

In fulfilling its reporting responsibilities, management has maintained internal control systems and procedures designed to provide reasonable assurance that the school jurisdiction's assets are safeguarded, that transactions are executed in accordance with appropriate authorization and that accounting records may be relied upon to properly reflect the school jurisdiction's transactions. The effectiveness of the control systems is supported by the selection and training of qualified personnel, an organizational structure that provides an appropriate division of responsibility and a strong budgetary system of control.

Board of Trustees Responsibility
The ultimate responsibility for the financial statements lies with the Board of Trustees. The Board reviewed the financial statements with management in detail and the Board approved the financial statements for release.

External Auditors
The Board appoints external auditors to audit the financial statements and meets with the auditors to review their findings. The external auditors have full and free access to school jurisdiction records.

Declaration of Management and Board Chairman
To the best of our knowledge and belief, these financial statements and supporting schedules reflect, in all material respects, the financial position and results of operations and cash flows for the year in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

BOARD CHAIRMAN

Mrs. M. Fisher
Name
Signature

SUPERINTENDENT

Mr. J. G. Thomas
Name
Signature

SECRETARY TREASURER OR TREASURER

Mr. C. G. McClintock
Name
Signature

December 18 2002
Dated

ALBERTA LEARNING, School Reporting Branch
[illegible] Commerce Place, 10155-102 Street, Edmonton AB [illegible]
EMAIL: [illegible]
PHONE: [illegible] FAX: [illegible]

School Jurisdiction Code: 1325

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Gitzel Krejci Dand Peterson
CHARTERED ACCOUNTANTS
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AUDITORS' REPORT

To The Board of Trustees

Wild Rose School Division No. 66

We have audited the statement of financial position of the Wild Rose School Division No. 66 as at August 31, 2002 and the statements of revenues and expenses, cash flows, changes in net assets and capital allocations for the year then ended. These financial statements are the responsibility of the school jurisdiction's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform the audit to obtain reasonable assurance as to whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the financial position of the school jurisdiction as at August 31, 2002 and the results of its operations, changes in cash flows, net assets and capital allocations for the year then ended in accordance with Canadian generally accepted accounting principles.

Our audit was conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The supplementary information included in Schedules A through G is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such supplementary information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

Gitzel Krejci Dand Peterson
CHARTERED ACCOUNTANTS

Stettler, Alberta
November 28, 2002

School Jurisdiction Code: 1325

STATEMENT OF FINANCIAL POSITION

as at August 31

(in dollars)

		2002	2001
ASSETS			
Current assets			
Cash and temporary investments		$20,627,092	$19,895,351
Accounts receivable (net after allowances)			
Province of Alberta		$1,085,003	$740,651
Federal Government and/or First Nations		$161,951	$193,740
Alberta municipalities			
Other Alberta school jurisdictions			
Other		$373,678	$408,868
Prepaid expenses		$228,020	$46,186
Other current assets		$107,922	$267,942
Total current assets		$22,583,666	$21,552,738
School generated assets		$804,097	$655,485
Trust assets		$60,309	$55,667
Capital assets			
Land		$1,891,698	$1,898,460
Buildings	$59,303,514		
Less: accumulated amortization	($20,953,430)	$38,350,084	$37,409,672
Equipment	$10,884,074		
Less: accumulated amortization	($7,970,116)	$2,913,958	$3,125,618
Vehicles	$3,703,950		
Less: accumulated amortization	($1,852,475)	$1,851,475	$1,948,516
Total capital assets		$45,007,215	$44,382,266
TOTAL ASSETS		$68,455,287	$66,646,156
LIABILITIES			
Current liabilities			
Bank indebtedness			
Accounts payable and accrued liabilities			
Province of Alberta		$73,142	$61,399
Federal Government and/or First Nations		$22,157	$62,563
Alberta municipalities			$40,968
Other Alberta school jurisdictions			
Other		$3,240,108	$2,342,130
Deferred revenue		$2,202,341	$1,887,596
Deferred capital allocations		$11,492,297	$12,168,414
Current portion of all long term debt		$1,089,423	$1,605,561
Total current liabilities		$18,119,468	$18,168,631
School generated liabilities		$804,097	$655,485
Trust liabilities		$60,309	$55,667
Unfunded employee future benefit liability			
Long term debt			
Supported: Debentures and other supported debt		$8,090,815	$9,696,376
Less: Current portion of supported debt		($1,089,423)	($1,605,561)
Unsupported: Debentures and Capital Loans			
Capital Leases			
Mortgages			
Less: Current portion of unsupported debt			
Unamortized capital allocations		$28,350,493	$25,757,416
Total long term liabilities		$36,216,291	$34,559,383
TOTAL LIABILITIES		$54,335,759	$52,728,014
NET ASSETS			
Unrestricted net assets		$2,089,130	$2,022,790
Operating Reserves		$2,183,587	$1,896,232
Accumulated Operating Surplus (Deficit)		$4,272,717	$3,919,022
Investment in capital assets		$8,565,909	$8,928,481
Capital Reserves		$1,280,902	$1,070,639
Total Capital Funds		$9,846,811	$9,999,120
Total net assets		$14,119,528	$13,918,142
TOTAL LIABILITIES AND NET ASSETS		$68,455,287	$66,646,156

School Jurisdiction Code: 1325

STATEMENT OF REVENUES AND EXPENSES

for the Year Ended August 31

(in dollars)

	Actual 2002	Budget 2002 (1)	Actual 2001 (2)
REVENUES			
Alberta Learning	$34,827,494	$35,081,554	$34,401,877
Alberta Infrastructure	$1,601,050	$423,274	$275,417
Alberta Finance	$1,080,233	$963,657	$1,114,411
Other Government of Alberta	$54,926	$30,994	$115,718
Federal Government and/or First Nations	$65,446	$12,000	$77,207
Other Alberta school authorities	$39,330		$4,685
Out of province local authorities			
Alberta Municipalities (excluding supplementary requisitions)			
Instruction resource fees	$49,900	$114,675	$21,000
Transportation fees			
Other sales and services	$166,801	$8,300	$158,571
Investment income	$249,547	$245,000	$439,846
Gifts and donations	$92,007	$12,000	$144,719
Rentals of facilities	$14,432	$3,000	$8,596
Net school generated funds	$1,046,251	$1,010,123	$1,188,115
Gains on disposal of capital assets			
Amortization of capital allocations	$1,605,683	$1,771,512	$1,713,564
Total Revenues	$40,893,100	$39,676,089	$39,663,726
EXPENSES			
Certificated salaries	$18,655,930	$18,335,388	$17,501,688
Certificated benefits	$1,869,732	$2,016,892	$1,805,950
Uncertificated salaries and wages	$7,123,384	$6,618,156	$6,452,999
Uncertificated benefits	$1,406,619	$1,125,087	$1,148,649
Services, contracts and supplies	$6,847,223	$6,575,318	$6,956,395
Net school generated funds	$1,046,251	$1,010,123	$1,188,115
Capital and debt services			
Amortization of capital assets			
Supported	$1,605,683	$1,771,512	$1,713,564
Unsupported	$1,228,431	$1,104,411	$944,358
Total Amortization of capital assets	$2,834,114	$2,875,923	$2,657,922
Interest on capital debt			
Supported	$884,980	$963,657	$1,030,305
Unsupported			
Total Interest on capital debt	$884,980	$963,657	$1,030,305
Other interest charges	$10,526	$30,000	$598
Losses on disposal of capital assets	$40,590		$5,654
Total Expenses	$40,719,349	$39,550,545	$38,748,275
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES BEFORE FUNDING ALLOCATED FOR CAPITAL PURPOSES	$173,751	$125,544	$915,451
Block BQRP revenue used for capital purposes			$31,495
Block MOD revenue used for capital purposes	$27,635		$47,068
1999 One-time grant revenue used for capital purposes			
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES	$201,386	$125,544	$994,014

Note (1) 2001-2002 budget numbers as restated or taken from the finalized Budget Report pursuant to section 147(2)(b) of the School Act.

Note (2) 2000-2001 actuals as restated or taken from the finalized audited financial statements pursuant to Section 147(2)(a) of the School Act.

School Jurisdiction Code: 1325

STATEMENT OF CASH FLOWS

for the Year Ended August 31

(in dollars)

		2002	2001
CASH FLOWS FROM:			
A. OPERATIONS			
Surplus (deficit) of revenues over expenses for the year		$201,386	$994,014
Add (Deduct) items not requiring cash:			
Amortization of capital allocations revenue		($1,605,683)	($1,713,564)
Total amortization expense		$2,834,114	$2,657,922
Gains on disposal of capital assets			
Losses on sale of capital assets		$40,590	$10,432
Changes in accrued accounts:			
Accounts receivable		($277,373)	$230,591
Prepaids and other current assets		($21,814)	$55,441
Payables and accrued liabilities		$828,347	$627,069
Deferred revenue		$314,745	$207,362
Unfunded employee future benefit expense (recovery)			
Other (e.g. change in net trust liabilities)			
Total sources (uses) of cash from Operations		$2,314,312	$3,069,267
B. INVESTING ACTIVITIES			
Purchases of capital assets			
Land			
Buildings		($2,482,061)	($4,314,261)
Equipment		($760,602)	($523,225)
Vehicles		($286,066)	($424,715)
Proceeds from disposal of capital assets		$29,076	$18,125
Other (describe)			
Total sources (uses) of cash from Investing activities		($3,499,653)	($5,244,076)
C. FINANCING ACTIVITIES			
Capital allocations received		$1,917,082	$6,438,860
Issue of long term debt			
Repayment of long term debt		($1,605,561)	($1,738,225)
Add back: supported portion		$1,605,561	$1,738,225
Total sources (uses) from Financing activities		$1,917,082	$6,438,860
Net sources (uses) of cash equivalents* during year		$731,741	$4,264,051
Cash Equivalents at the beginning of the year		$19,895,351	$15,631,300
Cash Equivalents at the end of the year	$20,627,092	$20,627,092	$19,895,351

Note: Cash equivalents consist of:
- cash and temporary investments
- bank indebtedness

STATEMENT OF CHANGES IN NET ASSETS
for the Year Ended August 31, 2002
(in dollars)

School Jurisdiction Code: ___________

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)	(14)	(15)
	TOTAL	INVESTMENT	UNRESTRICTED	TOTAL RESTRICTED	RESTRICTED NET ASSETS										
					School Based		Alberta Infrastructure			Board & System Admin.		Transportation		External Services	
	NET ASSETS (Columns 2+3+4	IN CAPITAL ASSETS	NET ASSETS	NET ASSETS Columns 5 to 15	Unsupported Operating Reserves	Unsupported Capital (Vehicle, Equip) Reserves	Unsupported O& M Operating Reserves	Supported School (Bldg/Land) Capital Reserves	Unsupported Capital (Bldg, Vehicle,Equip) Reserves	Unsupported Operating Reserves	Unsupported Capital (Bldg, Vehicle,Equip) Reserves	Unsupported Operating Reserves	Unsupported Capital (Bldg, Vehicle,Equip) Reserves	Unsupported Operating Reserves	Unsupported Capital (Bldg, Vehicle,Equip) Reserves
Balance at August 31, 2001	$14,136,862	$9,147,201	$2,022,790	$2,966,871	$668,216	$340,906	$471,343		$1,000	$287,919		$468,754	$728,733		
Prior period adjustments (describe)															
Over amortization of Capital Allocatio	($218,720)	($218,720)													
Adjusted Balance, Aug. 31, 2001	$13,918,142	$8,928,481	$2,022,790	$2,966,871	$668,216	$340,906	$471,343		$1,000	$287,919		$468,754	$728,733		
Surplus(def) of revenue over expenses	$201,386		$201,386												
Block BQRP funded capital transactions															
Block MOD funded capital transactions		$27,635	($27,635)												
Board funded capital transactions		$907,890	($620,900)	($286,990)		($25,453)							($261,537)		
Donations of non-amortizable assets															
Amortization of capital assets		($2,834,114)	$2,834,114												
Amortization of capital allocations		$1,605,683	($1,605,683)												
Disposal of unsupported capital assets		($69,666)	$40,590	$29,076									$29,076		
Disposal of supported capital assets															
Debt principal payments (unsupported)															
Net transfers to operating reserves			($690,779)	$690,779	$179,796		$178,694			$67,324		$264,965			
Net transfers from operating reserves			$403,424	($403,424)			($40,000)					($363,424)			
Net transfers to capital reserves			($468,177)	$468,177		$64,753			$40,000				$363,424		
Net transfers from capital reserves															
Balance at August 31, 2002	$14,119,528	$8,565,909	$2,089,130	$3,464,489	$848,012	$380,206	$610,037		$41,000	$355,243		$370,295	$859,696		

School Jurisdiction Code: 1325

STATEMENT OF CAPITAL ALLOCATIONS
(SUPPORTED CAPITAL FINANCING ONLY)
for the Year Ended August 31, 2002

(in dollars)

		Deferred Capital Allocations	Unamortized Capital Allocations
Balance at August 31, 2001		$12,168,414	$25,757,416
Add:			
Capital allocations from:	AB Infrastructure - New/Modernization Project	$1,594,806	
	Other Government of Alberta		
	Federal Government and/or First Nations		
	Alberta Municipalities		
	Other Alberta school jurisdictions		
	Other	$2,659	
Interest earned on provincial government capital allocations		$319,617	
Other capital grants and donations			
Insurance proceeds			
Donated capital assets (depreciable, at Fair Market Value)			
Transferred in capital assets (depreciable, at Net Book Value)			
Current Year Debenture Principal Repayment			$1,605,561
Expended capital allocations - current year		($2,593,199)	$2,593,199
Less:			
Unamortized Capital Allocation affected by a disposal through transfer out			
Capital allocations amortized to revenue			$1,605,683
Balance at August 31, 2002		$11,492,297	$28,350,493

WILD ROSE SCHOOL DIVISION No. 66
NOTES TO FINANCIAL STATEMENT
AUGUST 31, 2002

1. AUTHORITY AND PURPOSE

The School Division delivers education programs under the authority of the School Act, Chapter S3, Statutes of Alberta 2002.

The School Division receives block allocations for Instruction, Support and Capital purposes under Regulation 72/95. The Regulation limits funding and expenses for administration. It permits the School Division within specified limits to reallocate funding between the instruction and support blocks.

2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

These financial statements have been prepared in accordance with Canadian generally accepted accounting principles (GAAP) and accounting policies consistent with those prescribed by Alberta Learning for Alberta school jurisdictions. The precise determination of many assets and liabilities is dependent on future events. As a result, the preparation of financial statements for a period involves the use of estimates and approximations, which have been made using careful judgment. Actual results could differ from those estimates and approximations. The financial statements have, in management's opinion, been properly prepared within reasonable limits of materiality and within the framework of the accounting policies summarized below:

Revenue Recognition

Revenue is recognized as follows:

Instruction and support allocations are recognized in the year to which they relate.

Fees for services related to courses and programs are recognized as revenue when such courses and programs are delivered.

Unrestricted contributions are recognized as revenue when received and receivable.

Externally restricted contributions are deferred and recognized as revenue in the period in which the restriction is complied with. Endowment funds, which are to be retained as net assets, are recorded as direct increases in trust assets and liabilities.

Capital Assets

Capital assets are recorded at cost and amortized over their estimated useful lives on a straight line basis at the following rates:

Buildings	2.5% to 10%
Equipment	10% and 20%
Vehicles	10% and 20%

Only capital assets with costs in excess of $ 5000, or 10 and more items with an aggregate cost in excess of $ 10,000; or restricted by expenditure are capitalized. Any capital allocations received for asset additions are amortized over the same period as the related asset.

The capital asset pools of furniture, equipment and buildings are deemed fully disposed 10 years after full amortization of the costs or incremental costs. Disposal amounts are prorated over the 10 years following full amortization. For buildings, this is an adjustment for the long-term nature of the asset, and capitalization of improvements extending the useful life, without any identifiable disposal of those components previously capitalized. For furniture and equipment, this adjustment recognizes that disposal of assets will take place over time, but not be specifically identifiable.

Inventories

Inventories are recorded at the lower of cost and net realizable value.

School Generated Funds

Funds generated from school-based activities are included as assets, liabilities, revenues and expenses of the school jurisdiction because the accountability and control of these funds rests with school jurisdiction officials or their appointee(s). These funds are usually collected and retained at the school for expenditures paid the school level (e.g. yearbook sales, graduation fees, field trip fees, etc.)

Vacation Pay

Vacation pay is recorded when earned.

Contributed Services

Volunteers assist schools operated by the School Division in carrying out certain activities. Due to the difficulty of determining the fair value of these services and the fact that such assistance is generally not otherwise purchased, contributed services are not recognized in the financial statements.

Financial Instruments

The jurisdiction's financial instruments consist of cash, accounts receivable, accounts payable, accrued liabilities, and long-term debt. It is management's opinion that the jurisdiction is not exposed to significant interest, currency or credit risks arising from these financial instruments. Unless otherwise noted, the fair values of these financial instruments approximate their carrying values. The jurisdiction has invested surplus funds in accordance with Section 44 of the School Act and Section 5 of the Trustees Act.

Pension

Pension costs included in these statements comprise the cost of employer contributions for current service of employees during the year.

The School Division participates in the multi-employer pension plan, Local Authorities Pension Plan. The expense for this pension plan is equivalent to the annual contributions of $ 342,934 for the year ended August 31, 2002.

At December 31, 2001, the Local Authorities Pension Plan reported a surplus of $ 635 Million (2000 $ 883 Million.)

Employee Future Benefits

The School Division accounted for the future cost of employee benefits commencing in the 2001/2002 school year using the retroactive approach. There is no financial impact on the jurisdiction at this time.

3. ACCOUNTS RECEIVABLE – OTHER

Accounts Receivable – Other comprises of the following amounts:

	2002	2001
Due from the FMSS Society	$ 217,962	$ 247,072
Accrued Interest and Refunds	46,031	83,940
Notes Receivable: Pension Buyback	23,039	-
Notes Receivable: Computer Purchase Plan	64,621	68,916
Accounts Receivables: General	22,026	6,940
	$ 373,679	$ 406,868

The amount due from the Frank Maddock Student Services Society; relating to an agreement between the School Division and the Society, for the Society to reimburse certain construction expenditures incurred on the construction of a facility at the Frank Maddock High School. The School Division retains title to the facility. The amount owing is unsecured and non-interest bearing repayment is to be made on a monthly basis. Payments over the next 5 years are as follow:

2003	$ 20,004
2004	20,004
2005	20,004
2006	20,004
2007	20,004
Thereafter	117,942
	$ 217,962

4 OTHER CURRENT ASSETS

	2002	2001
Inventories	$ 107,397	$ 242,417
Utility Deposits	525	525
Security Deposit	-	25,000
	$ 107,922	$ 267,942

5. BANK INDEBTEDNESS

The School Division has entered into a revolving line of credit agreement with Alberta Treasury Branches and is authorized to borrow up to $ 2,250,000 at the bank's prime rate of interest less ¼ percent.

The School Division has entered into an agreement with US Bank for VISA credit services for purchasing cards. The agreement allows an average monthly utilization of $ 66,000. The School Division has not utilized this service.

At year end no amounts were outstanding.

6. DEFERRED REVENUE

Deferred revenue consists of the following unexpended grants, as qualifying expenditures are incurred these grants will be recognized as revenue.

	2002	2001
Building Quality Restoration Program Grant	$ 1,146,722	$ 540,963
Province of Alberta – One Time Grant	60,077	85,029
Province of Alberta – Instruction Grant	133,301	-
Technology Integration Grant	-	223,514
Student Satisfaction Survey Grant	20,000	20,000
Block Modernization Funding	699,333	726,967
Alberta Initiative for School Improvement	142,908	95,670
Alberta Municipal Financing Corporation Interest Rebate	-	195,253
	$ 2,202,341	$ 1,887,596

The One Time Grant was issued by the Province of Alberta in the amount of $1,503,016 in a previous year. These funds can only be used for expenditures approved by the Province.

The Instruction Grant was advanced by the Province of Alberta in the amount of $ 133,301 as a one-time allotment of funds, in lieu of grant increases.

Technology Integration Grant was advanced by the Province of Alberta for 2001/2002 school year for the implementation of computer technology in the classroom.

Student Satisfaction Survey Grant was advanced by the Province of Alberta for 2002/2003 school year for the inclusion of provincial questions to be distributed with school satisfaction surveys in eight jurisdictions.

Block Modernization Grants and accrued interest on these restricted capital funds were in excess of expenditures made. Expenditure of these funds is outlined in the School Division's Facility Master Plan.

Alberta Initiative for School Improvement Grants received, were in excess of expenditures made. Expenditure of these funds are outlined on a project basis, approved by the Board of Trustees and the Province of Alberta.

7. DEFERRED CAPITAL ALLOCATIONS

The School Division was advanced funding by the Province of Alberta for the modernization or replacement of school facilities. These funds are to address issues arising from School Facility Audit performed by the Ministry of Infrastructure. Upon completion of the capital project, the grant funding and related accumulated interest earned on advances will be transferred to Unamortized Capital Allocations. The unexpended funding and related accumulated interest, allocated by the Province of Alberta is as follows:

	2002	2001
Will Sinclair High School	$ 11,301,815	$ 10,243,332
Frank Maddock High School	160,483	336,364
Lochearn Elementary School	29,999	1,588,719
	$ 11,492,297	$ 12,168,415

8. TRUST ASSETS AND LIABILITIES

	2002	2001
Deferred salary plan	$ 48,619	$ 44,918
Scholarship funds	10,079	10,000
Other trust amounts	1,611	749
	$ 60,309	$ 55,667

9. LONG TERM DEBT

	2002	2001
Debentures repayable in annual instalments including interest from 7.25 % to 12 %. The debentures are due at various dates between the years 2002 and 2020	$ 8,090,815	$ 9,696,376
Less: Current Portion	1,089,423	1,605,561
	$ 7,001,392	$ 8,090,815

Principal payments required in each of the next five fiscal years are as follows:

	2002
2003	$ 1,089,423
2004	785,285
2005	692,905
2006	686,397
2007	660,733
Thereafter	4,175,072
	$ 8,090,815

10. RESTRICTED NET ASSETS

Restricted Net Assets are established by the Board of Trustees of the jurisdiction or externally, and represents amounts allocated for future capital expenditures and future operating expenses. The restricted net assets are established and expended in accordance with terms and conditions established by the Board or external party as applicable.

Restricted net assets consist of the following:

	2002	2001
Operating	$ 2,183,557	$ 1,896,232
Capital	1,280,932	1,070,639
	$ 3,464,489	$ 2,966,871

11. INVESTMENT IN CAPITAL ASSETS

Investment in capital assets is comprised of the following:

	2002	2001
Net Capital Assets	$ 45,007,215	$ 44,382,266
Capital debt	(8,090,814)	(9,696,376)
Unamortized capital allocations (note [illegible])	(28,350,492)	(25,757,416)
Investment in capital assets end of year	$ 8,565,909	$ 8,928,474

12. BUDGET AMOUNTS

The budget was prepared by the School Division management with Board of Trustee approval. It is presented for information purposes only and has not been audited.

13. RELATED PARTY TRANSACTIONS

During the year the School Division entered into transactions with related parties as follows:

The School Division received funding for operations from the Province of Alberta in the amount of $ 37,563,703 (2001 - $ 35,907,423.) In addition, the Province of Alberta advanced funds for capital projects totaling $ 1,594,806 (2001 - $ 5,776,971.)

The School Division has debenture debt in the amount of $ 8,090,815 payable to the Province of Alberta and the principal payments are supported through Province of Alberta funding.

The Alberta Teachers' Retirement Fund pension plan payments are paid by the provincial government directly to the plan on behalf of the division. The amount of these payments has not been disclosed to the division.

14. CONTINGENCIES

Contingent Assets

The School Division is a member of a reciprocal insurance exchange called ALAIRE. A portion of the premiums paid each year represents equity contributions to the insurance fund. These payments have been recorded as expenditures in the financial statements as the value of the equity is subject to liability claims and is not an asset that the jurisdiction can liquidate.

15. COMMITMENTS

Land Purchase

The jurisdiction is committed to purchase land for the replacement and relocation of Wm Sinclair High School. The commitment is approximately $ 392,000 subject to conditions of the memorandum of agreement. It is anticipated that the costs will be fully funded by the disposal of the current Wm Sinclair High School site.

School Construction Contracts

The jurisdiction is committed to construction contracts related to the modernization of Lochearn Elementary School. The commitment for construction and architectural fees is approximately $ 174,264 subject to the completion of the modernization. This commitment is fully funded by Alberta Infrastructure.

16. PRIOR PERIOD ADJUSTMENTS

Unamortized Capital Allocation

Unamortized Capital Allocations (2001 – $ 25,538,696) has been increased to $ 25,757,416, and Investment in Capital Assets (2001 – $ 9,147,194) has decreased to $ 8,928,474 as a result of a $ 218,720 accumulated error on amortization of capital allocations.

SCHEDULE A to the AFS
ALLOCATION OF REVENUES AND EXPENSES TO PROGRAMS - 2001-2002

School Jurisdiction Code: 1325

						Board & System Adminstration			
REVENUES	**TOTAL**	**Early Childhood Services**	**Total Instruction (Grades 1 to 12)**	**Operations and Maintenance of Schools & Maintenance Shops**	**Transportation**	Board Governance	System Admintration	**Total Board & System Admin.**	**External Services**
Alberta Learning allocations									
(1) Instruction block	$26 716 085	$1 173 110	$25 542 975						
(2) Support block	$6 618 431			$1 895 682	$3 247 564			$1 475 185	
(3) Instruction & support block reallocations		($131 428)	$652 476	$48 989	($510 989)			($56 624)	($2 424)
(4) Alberta Initiative for School Improvement (AISI)	$601 400		$601 400						
(5) Student Health Initiative (SHI)	$92 621		$92 621						
(6) Teacher Salary Enhancement (TSE)	$774 005		$774 005						
(7) Regional Assessment Services (4 boards only)									
(8) Regional P.D. Consortium (6 boards only)									
(9) Other Alberta Learning revenues	$24 952		$4 952					$20 000	
(10) **Total Alberta Learning Revenue**	$34 827 494	$1 041 682	$27 668 429	$1 944 671	$2 736 575			$1 438 561	($2 424)
Alberta Infrastructure									
(11) Expensed Block Mod. Block BQRP support	$233 740			$233 740					
(12) Operations and Maintenance support	$1 367 310			$1 367 310					
(13) **Total Alberta Infrastructure Revenue**	$1 601 050			$1 601 050					
(14) **Alberta Finance**	$1 080 233			$1 080 233					
(15) **Other - Government of Alberta**	$54 926		($365)	$20 191				$35 100	
(16) **Federal Government and/or First Nations**	$65 446		$65 446						
(17) **Other Alberta school authorities**	$39 330								$39 330
(18) **Out of province local authorities**									
(19) **Alberta municipalities (excl. supplementary requisitions)**									
(20) **Instruction resource fees**	$49 900		$49 900						
(21) **Transportation fees**									
(22) **Other sales and services**	$166 801	$4 744	$117 028	$9 119	$6 120			$17 853	$11 937
(23) **Investment income**	$249 547		$117 666	$47 150	$13 664			$71 067	
(24) **Gifts and donations**	$92 007		$88 245	$3 762					
(25) **Rentals of facilities**	$14 432		$7 172					$6 080	$1 200
(26) **Net school generated funds**	$1 046 251		$1 046 251						
(27) **Gains on disposal of capital assets**									
(28) **Amortization of capital allocations**	$1 605 683		$102 371	$1 503 312					
(29) **TOTAL REVENUES** $40 893 100	$40 893 100	$1 046 426	$29 262 143	$6 209 488	$2 756 359			$1 588 641	$50 043
EXPENSES									
(30) **Certificated salaries**	$18 655 900	$510 980	$17 879 397				$220 421	$220 421	$45 132
(31) **Certificated benefits**	$1 889 732	$50 652	$1 797 315				$17 264	$17 264	$4 501
(32) **Uncertificated salaries and wages**	$7 123 384	$288 443	$3 815 406	$1 600 036	$847 758	$64 375	$506 971	$571 346	$385
(33) **Uncertificated benefits**	$1 406 619	$47 657	$822 085	$329 951	$97 089	$14 512	$95 310	$109 822	$15
(34) **SUB - TOTAL**	$29 055 665	$897 732	$24 314 203	$1 929 987	$944 847	$78 887	$839 986	$918 853	$50 043
(35) **Services, contracts & supplies**	$6 847 223	$146 831	$2 819 326	$1 744 197	$1 573 323	$53 159	$510 387	$563 546	
(36) **Cost recoveries & transfers (must balance to zero)**			$89 782	($49 545)	($35 316)		($4 921)	($4 921)	
(37) **Net school generated funds**	$1 046 251		$1 046 251						
Capital and debt services									
Amortization of capital assets									
(38) Supported	$1 605 683		$102 371	$1 503 312					
(39) Unsupported	$1 228 431	$1 863	$846 127	$53 829	$273 280		$53 332	$53 332	
(40) Total Amortization	$2 834 114	$1 863	$948 498	$1 557 141	$273 280		$53 332	$53 332	
Interest on capital debt									
(41) Supported	$884 980			$884 980					
(42) Unsupported									
(43) Other interest charges	$10 526		$1 106	$9 235	$128		$57	$57	
(44) Losses on disposal of capital assets	$40 590				$40 590				
(45) **TOTAL EXPENSES** $40 719 349	$40 719 349	$1 046 426	$29 219 166	$6 075 995	$2 796 852	$132 046	$1 386 821	$1 530 867	$50 043
(46) Surplus(deficit) Before Funding Allocated for Capital Purposes	$173 751		$42 977	$133 493	($40 493)			$37 774	
TOTAL applicable number of students/children	5 386	354	5 209	5 371	3 606			5 386	
AVERAGE PROGRAM COSTS per applicable student/child	$7 560	$2 956	$5 609	$1 131	$776			$284	

School Jurisdiction Code: 1325

SCHEDULE B1 to the AFS
INSTRUCTION Grades 1 to 12 Program 2001-2002 Expenses

EXPENSES	INSTRUCTION (Grades 1 to 12) All Student Instruction	School Admin. & Instruction Support	System Instruction Support	Mildly & Moderately Disabled and Gifted & Talented	Severely Disabled	Alberta Initiative for School Improvement	Student Health Initiative	Total Instruction (Grades 1 to 12)
Certificated salaries	$13,867,882	$1,897,197	$238,497	$912,334	$527,406	$401,667	$34,414	$17,879,397
Certificated benefits	$1,409,895	$179,221	$22,412	$93,961	$56,251	$32,134	$3,441	$1,797,315
Uncertificated salaries and wages	$670,981	$1,285,251	$25,838	$353,869	$1,466,835	$12,632		$3,815,406
Uncertificated benefits	$136,164	$282,661	$6,725	$79,204	$315,291	$2,040		$822,085
SUB - TOTAL REMUNERATION	$16,084,922	$3,644,330	$293,472	$1,439,368	$2,365,783	$448,473	$37,855	$24,314,203
Services, contracts & supplies	$1,704,093	$740,837	$57,311	$46,338	$79,269	$137,970	$53,508	$2,819,326
Cost recoveries & transfers	$104,605	($14,823)						$89,782
Net school generated funds	$1,046,251							$1,046,251
Amortization of capital assets								
Supported	$102,371							$102,371
Unsupported	$846,127							$846,127
Total Amortization	$948,498							$948,498
Interest on capital debt								
Supported								
Unsupported								
Other interest charges	$1,106							$1,106
Losses on disposal of capital assets								
TOTAL EXPENSES	$19,889,475	$4,370,344	$350,783	$1,485,706	$2,445,052	$586,443	$91,363	$29,219,166
FTE Certificated				17	11			
FTE Uncertificated				19	74			

SCHEDULE B2 to the AFS
INSTRUCTION Grades 1 to 12 Program 2001-2002

	AB LEARNING INSTRUCTION BLOCK REVENUE	ALBERTA LEARNING OTHER REVENUE	NON-ALBERTA LEARNING REVENUE	INSTRUCTION BLOCK REALLOCATION	TOTAL REVENUE	TOTAL EXPENSES	NET
Basic Instruction	$22,031,715	$1,472,978	$1,543,814	$652,476	$25,700,983	$21,368,519	$4,332,464
School Admin & Instruction Support Expenses						$4,370,344	($4,370,344)
System Instruction Support Expenses						$350,783	($350,783)
Total Basic Instruction	$22,031,715	$1,472,978	$1,543,814	$652,476	$25,700,983	$26,089,646	($388,663)
Sub-Programs & Initiatives							
Severely Disabled	$1,479,217				$1,479,217	$2,445,052	($965,835)
English as a Second Language	$9,386				$9,386	$9,386	
Enhanced Opportunities							
Native Education Project	$51,812				$51,812	$52,421	($609)
Institutional Programs	$133,276				$133,276	$146,961	($13,685)
Sparsity & Distance	$1,162,516				$1,162,516		$1,162,516
Growth & Density	$92,669				$92,669		$92,669
Teacher Assistants Program	$100,501				$100,501	$91,619	$8,882
Early Literacy Initiative (K-2)	$191,338				$191,338	$196,463	($5,125)
Learning Resources (LRC credit used)	$46,185		$49,900		$96,085	$96,085	
Supernet							
Technology Integration	$223,514				$223,514	$60,432	$163,082
French as a Second Language(all jurisdictions)							
Home Education	$20,846				$20,846	$31,101	($10,255)
Emergent							
Total Sub-Programs & Initiatives	$3,511,260		$49,900		$3,561,160	$3,129,520	$431,640
INSTRUCTION, GRADES 1-12 (plus Early Lit. ECS)	$25,542,975	$1,472,978	$1,593,714	$652,476	$29,262,143	$29,219,166	$42,977

School Jurisdiction Code: 1325

SCHEDULE C to the AFS
SUMMARY OF REVENUE TRANSFERS
BETWEEN ALBERTA LEARNING BLOCK ALLOCATIONS - 2001-2002

	Early Childhood Services	Instruction (Grades 1 to 12)	Operations and Maintenance	Transportation	Board and System Administration	External Services
Alberta Learning block allocations - Schedule A (Lines 1 & 2)	$1,173,110	$25,542,975	$1,895,682	$3,247,564	$1,475,185	
Reallocations permitted by the "Funding for School Authorities" manual						
From instruction block to:						
(1) External Services		$2,424				($2,424)
From ECS component of instruction block:						
(1) Transportation (part of the 2% maximum) (Note)						
(2) Operations and maintenance of schools (part of the 2% maximum) (Note)						
From all or part of maximum 2% of instruction block to:						
(1) Operations and maintenance of schools						
(2) Transportation						
Calculation: 2% of ***$26,716,085*** = ***$534,322***						
From instruction block (Growth & Denisty component) to:						
(1) Operations and maintenance of schools						
(2) Transportation						
Reallocations directed by the board of trustees						
From operations and maintenance of schools block to:						
(1) Transportation			($51,011)	$51,011		
(2) Instruction						
From transportation block to:						
(1) Operations and maintenance			$100,000	($100,000)		
(2) Instruction		$462,000		($462,000)		
From board and system administration block to:						
(1) Transportation						
(2) Operations and maintenance of schools						
(3) Instruction		$56,624			($56,624)	
From within the instruction block and its components:						
(1) Instruction to: Early childhood services (ECS)						
(2) ECS to: Instruction	($131,428)	$131,428				
AMOUNTS REFLECTED ON SCHEDULE A (Line 3)	($131,428)	$652,476	$48,989	($510,989)	($56,624)	($2,424)

Note: Incremental ECS costs for transportation or O & M funded out of the instruction block should normally be recorded as a cost recovery on Schedule B rather than as a revenue transfer on this schedule.

School Jurisdiction Code: 1325

SCHEDULE D to the AFS
CALCULATION OF MAXIMUM ELIGIBLE EXPENSE LIMITS FOR BOARD (GOVERNANCE) AND SYSTEM ADMINISTRATION 2001-2002

STEP 1

Determine the total eligible revenue which is used as the BASE TOTAL to calculate the maximum eligible expense limits for Board and System Administration

Total Revenues (Schedule A):		
Instruction Block	- Grades ECS -12 (excluding technology integration and emergent)	$26,492,571
Support Block	- Operations & Maintenance	$1,895,682
	- Transportation	$3,247,564
SUBTOTAL		$31,635,817
Other Revenues		
Alberta Infrastructure (Operations & Maintenance)		$1,367,310
Other Alberta Learning revenues (Excluding One-Time Grant)		
Other - Government of Alberta (Excluding Alberta Finance)		$54,926
Federal government/First Nations		$65,446
Other Alberta school authorities		$39,330
Out of province local authorities		
Alberta municipalities		
Other sales and services		$166,801
Interest on investments		$249,547
Rentals of facilities		$14,432
Gains on disposal of capital assets		
Amortization of capital allocations		$1,605,683
School generated funds (Schedule E)		$1,628,028
BASE TOTAL FOR CALCULATING MAXIMUM EXPENSE LIMITS		**$36,827,320**

STEP 2

Calculation of maximum expense limit PERCENTAGE for Board and System Administration expenses

If "Total Net Enrolled Students" are 6,000 and over	= 4%	**4.45%**
If "Total Net Enrolled Students" are 2,000 and less	= 6%	

The Maximum Expense Limit for Board and System Administration is based on an arithmetical proration for the TOTAL FTE count for grades 1 -12, net of Home Education AND Adult students, between 2,000 to 6,000 at .0005 per FTE.

EXAMPLE: 4,500 FTE count grades 1-12 = 6,000 - 4,500 = 1,500 X .0005 = .75% plus 4% = maximum expense limit of 4.75%.

Note: Calculation unnecessary if Total FTE is 6,000 or more, and 2,000 & less.

STEP 3

Calculate maximum expense limit AMOUNTS for Board and System Administration expenses

Maximum Expense Limit percentage (Step 2) x Base Total (Step 1)		$1,638,816
Considerations for Charter Schools and Francophone Boards:		
If Charter School, enter 50,000		
If Francophone Board, enter 300,000		
(If none of these considerations apply, leave the above cells blank)		
MAXIMUM EXPENSE LIMIT		**$1,638,816**

STEP 4

Compare maximum expense limit amounts calculated in Step 3 to actual expenses (from Schedule A)

Actual Board Governance & System Administration expenses	$1,530,867
PLUS: transfers to Restricted - Operating (Board/System Administration)	$67,324
LESS: transfers from Restricted - Operating (Board/System Administration)	
TOTAL BOARD GOVERNANCE & SYSTEM ADMINISTRATION EXPENSES	$1,598,191
Maximum Expense Limit for Board & System Administration (Step 3)	$1,638,816
ACTUAL EXPENSES - OVER(UNDER) MAXIMUM EXPENSE LIMIT	-$40,625

School Jurisdiction Code: 1325

SCHEDULE E to the AFS
SOURCE & APPLICATION OF SCHOOL GENERATED FUNDS (SGF) - 2001-2002

Unexpended SGF - Opening Balance August 31, 2001		$655,485
Source of School Generated Funds:		
Total School Generated Funds for the year (Note 1)	$1,628,028	
Less: SGF - related cost recoveries (Note 2)	$507,407	
- capitalized at the District level		
Net Total	$1,120,621	
Plus: Donations Received (Note 3)	$74,242	
Equals: Net Additions to SGF		$1,194,863
Net SGF Available for discretionary spending		$1,850,348
Net SGF revenue and Net SGF expense - per schedule A, line 26 and line 37		
Net expended SGF for discretionary purposes (Note 4)		$1,046,251
Unexpended SGF - Closing Balance August 31, 2002		$804,097

Note 1 Excludes fees collected pursuant to Section 60(2)(j) of the School Act (e.g. instruction materials and technology fees determined by board policy or resolution). This is the amount used to calculate the administrative cap. See Schedule E.

Note 2 These are the expenses (a) incurred in generating SGF (e.g. fundraising expenses, printing of tickets, payment to DJ at school dance; cost of goods sold for school cafeteria/servery; staffing and supplies for a dinner; raffle prizes; supplies for a car wash; book fair purchases; meals for lunch program), or (b) collected and disbursed for the benefit of individual students (e.g. cost of field trips for student activities not leading to CEU's). Monies collected for CEU-related activities are not SGF. They are recorded as instruction fees.

Note 3 Donations are restricted to cash; gifts in kind are treated as board assets, not SGF. Amounts are net of related expenses.

Note 4 Only SGF expended for discretionary purposes are recorded as revenue and expense; unexpended funds are carried forward on the balance sheet to the succeeding year. Any capital items purchased with SGF should be treated as a SGF-related cost recovery.

School Jurisdiction Code: 1325

SCHEDULE F to the AFS
Operations and Maintenance Program 2001-2002 Expenses

EXPENSES	Operations and Maintenance								
	Maintenance Office & Shop Administration	Preventative Maintenance	Custodial	Fire/Security/ Safety Systems	Sites and Grounds Maintenance	Utilities and Communications	Expensed Block BQRP/Mod.	Capital & Debt Services and Transfers	Total Operations and Maintenance
Uncertificated salaries and wages	$97,931	$351,486	$1,141,559				$9,060		$1,600,036
Uncertificated benefits	$17,344	$83,851	$228,756						$329,951
SUB - TOTAL REMUNERATION	$115,275	$435,337	$1,370,315				$9,060		$1,929,987
Contracted Services		$128,641			$12,114	$10,166	$108,350		$259,271
Supplies		$361,547	$106,483		$2,757		$153,363		$624,150
Electricity						$609,291			$609,291
Natural Gas/Heating Fuel						$150,664			$150,664
Sewer and Water						$100,821			$100,821
Cost recoveries & transfers								($49,545)	($49,545)
Amortization of capital assets									
Supported								$1,503,312	$1,503,312
Unsupported								$53,829	$53,829
Total Amortization								$1,557,141	$1,557,141
Interest on capital debt									
Supported								$884,980	$884,980
Unsupported									
Other interest charges								$9,235	$9,235
Losses on disposal of capital assets									
TOTAL EXPENSES	$115,275	$925,525	$1,476,798		$14,871	$870,942	$270,773	$2,401,811	$6,075,995
FTE Uncertificated (Board/Contract)	2.0	9.0	42.0						53.0

Notes:

Maintenance Office & Shop Administration:	Includes all maintenance office related remuneration, supplies, services and contracts.
Preventative Maintenance:	Includes all structural, architectural, mechanical and electrical maintenance items identified below. - activities required for operating and maintaining the structure, envelope, roof, parkade, ramps/fire escapes, fixed exterior walls, exterior finishes of the buildings and outside doors/other barriers - activities for purchase, installation, maintenance and repair of mechanical and electrical systems for the maintenance buildings and schools.
Custodial:	Includes all the activities required for ensuring the buildings are kept in a clean and tidy condition.
Fire/Security/Safety Systems:	Includes all activities required for fire prevention/alarms systems, security personnel and alarm systems, detection systems and related safety systems for the property.
Sites & Grounds Maintenance:	Sites & Grounds Maintenance: includes all activities required for maintenance and upkeep of exterior grounds, parking lots, athletic fields including snow removal and lawn care.
Utilities & Communications:	Includes all cost related to electricity(light & power), natural gas and other heating fuels, sewer & water and all forms of communications.
Expensed Block BQRP/Mod:	Includes all non-capital activities related to Block BQRP/Modernization expensed by the jurisdiction.
Capital & Debt Services:	Includes all activities related to supported school amortization and debt interest expense. All unsupported amortization is allocated to the appropriate sub-categories.

School Jurisdiction Code 1325

SCHEDULE G to the AFS
DISCLOSURE OF SALARIES AND BENEFITS - 2001-2002
(SECTION 126.1 OF THE SCHOOL ACT)

	FTE's or Individuals	Remuneration	Benefits	Allowances	Performance Bonuses	ERIP's / Other	Total	Expenses
Board of Trustees:								
Chairman								
Name Ms M. Fisher	1	$12,983	$2,593				$15,576	$4,896
Board Members:								
Name Mr. H. Pearson	1	$7,900	$2,128				$10,028	$3,453
Name Mr. G. Kujala	1	$13,742	$2,618				$16,360	$4,789
Name Ms R. Taylor	1	$8,350	$2,151				$10,501	$2,012
Name Ms V. Jorgensen	1	$7,325	$2,137				$9,462	$3,448
Name Ms G. Thomas	1	$12,475	$2,513				$14,988	$5,697
Name Mr. T. Hofman	1	$1,600	$373				$1,973	
Name								
Name								
Name								
Name								
Subtotal	**7**	**$64,375**	**$14,513**				**$78,888**	**$24,295**
Superintendent Mr. J. G. Thomas (2)	1	$102,500	$8,386				$110,886	$17,665
Secretary/Treasurer Mr. C. G. McClintock (2)	1	$90,300	$13,559				$103,859	$7,678
Secretary (2)								
Treasurer (2)								
Certificated Salaries (1)	285.053	$18,336,390	$1,861,346	$278		$217,040	$20,415,054	N/A
Uncertificated Salaries & Wages (1)	994	$6,968,709	$1,378,547				$8,347,256	N/A
TOTALS		**$25,562,274**	**$3,276,351**	**$278**		**$217,040**	**$29,055,943**	**$49,638**
						Sub-Total of Salaries and Benefits from Schedule A	$29,055,665	

Notes: Please refer to completion information on page 15.

(1) Full time equivalents (FTE's)

(2) Employed or contracted

SCHEDULE G1 to the AFS
DISCLOSURE OF SALARIES AND BENEFITS *(SECTION 148.1 OF THE SCHOOL ACT)*
COMPLETION INFORMATION

(1) Salary and benefits consist of and agree with the amounts properly recorded in the school jurisdiction's payroll records and related object codes for salaries, wages and benefits.

(2) **Remuneration** includes regular base salaries, administrative allowances, overtime, lump sum payments EXCEPTING TERMINATION BENEFITS (See #10A below), honoraria, deferred salary leave accruals and any other direct cash remuneration EXCEPTING PERFORMANCE PAY (See #10 below).

(3) Certificated salaries include the aggregate of all payments for certificated staff regardless of the length, nature or definition of the employment agreement. The number of full time equivalent staff should be measured as at September 30.

(4) Uncertificated salaries and wages should be measured in terms of the number of individuals employed as at September 30.

(5) Salary and benefits information should be the aggregate amount covering the same fiscal period as the audited financial statements.

(6) Salary must include deferred salary accruals.

(7) Salary includes only payments for services subject to an employer-employee relationship.

(8) **Benefits** include the employer's share of all employee benefits and contributions or payments made on behalf of employees including retirement pensions, Canada pension plan (CPP), employment insurance (EI), health care, dental coverage, vision coverage, out of country medical benefits, group life insurance, accidental disability and dismemberment insurance, long and short term disability plans.

(9) **Allowances** include all monies paid to an employee as miscellaneous **negotiated** allowances. This category will include car or travel allowances, isolation allowances, relocation expenses, sabbaticals, special leave with pay, financial and retirement planning services, and club memberships. ADMINISTRATIVE ALLOWANCES are included in **Remuneration**.

(10) **Performance Bonuses** include those monies paid to employees of the school authority that are tied to the achievement of some specifed goal or objective.

(10A) **Other** includes termination benefits ((severance pay, retiring allowances (ERIP's), sick leave and other settlement costs due to loss of employment).

(11) **Expenses** will include the reimbursements of travel, subsistence, moving costs, conference fees, etc., paid by the employee **or on his/her behalf** in performing the responsibilities of employment.

(12) The superintendent's remuneration is in terms of one individual who is the Chief Executive Officer. Benefits for the superintendent do not include Alberta Learning contributions to the Teachers Retirement Fund pension plan.

(13) A position should include salary, benefits and allowances earned by an individual who officially acted in a position while it was vacant. If a position was vacant and no one acted in the position, the position should not be disclosed.

(14) Benefits and allowances need not include an amount for automobile, housing or other benefits for which a value cannot be reasonably estimated.

(15) If a position is occupied by more than one individual during a year, the aggregate salary, benefits and allowances earned by the individuals in the position should be disclosed. An explanatory note should indicate the number of individuals.

School Jurisdiction Code 54

AUDITED
FINANCIAL STATEMENTS
and Supporting Schedules
FOR THE YEAR ENDED AUGUST 31, 2002

[School Act, Sections 147(2)(a), 151(1) and 276]

WOLF CREEK SCHOOL DIVISION NO.72

Name of School Jurisdiction

6000 Highway 2A Ponoka, Alberta T4J 1P6

Mailing Address

Phone (403)783-3473 Fax (403)783-3483

Telephone and Fax Numbers

SCHOOL JURISDICTION MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The financial statements and supporting schedules of **Wolf Creek School Division No.72**
(Name of School Jurisdiction)

presented to Alberta Learning have been prepared by school jurisdiction management which has responsibility for their preparation, integrity and objectivity. The financial statements and schedules, including notes, have been prepared in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

In fulfilling its reporting responsibilities, management has maintained internal control systems and procedures designed to provide reasonable assurance that the school jurisdiction's assets are safeguarded, that transactions are executed in accordance with appropriate authorization and that accounting records may be relied upon to properly reflect the school jurisdiction's transactions. The effectiveness of the control systems is supported by the selection and training of qualified personnel, an organizational structure that provides an appropriate division of responsibility and a strong budgetary system of control.

Board of Trustees Responsibility
The ultimate responsibility for the financial statements lies with the Board of Trustees. The Board reviewed the financial statements with management in detail and the Board approved the financial statements for release.

External Auditors
The Board appoints external auditors to audit the financial statements and meets with the auditors to review their findings. The external auditors have full and free access to school jurisdiction records.

Declaration of Management and Board Chairman
To the best of our knowledge and belief, these financial statements and supporting schedules reflect, in all material respects, the financial position and results of operations and cash flows for the year in accordance with generally accepted accounting principles and Ministerial requirements for Alberta school jurisdictions.

BOARD CHAIRMAN

Karin Engen — Karin Engen
Name — Signature

SUPERINTENDENT

Lyle Lorenz — Lyle Lorenz
Name — Signature

SECRETARY TREASURER OR TREASURER

Joe Henderson
Name — Signature

02-12-12
Dated:

c.c. ALBERTA LEARNING, School Reporting Branch
8th Floor Commerce Place, 10155-102 Street, Edmonton AB T5J 4L5
EMAIL: Cindy.Jerry@gov.ab.ca
PHONE: (780) 427-7722 FAX: (780) 422-6996

School Jurisdiction Code: 0054

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ROWLAND, PARKER & ASSOCIATES
CHARTERED ACCOUNTANTS
BOX 4208
PONOKA, ALBERTA
T4J 1R5

AUDITORS REPORT

To the Board of Trustees of
Wolf Creek School Division No. 72

We have audited the statement of financial position of the Wolf Creek School Division No. 72 as at August 31, 2002 and the statements of revenues and expenses, cash flows, changes in net assets and capital allocations for the year then ended. These financial statements are the responsibility of the school jurisdiction's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with generally accepted auditing standards. Those standards require that we plan and perform the audit to obtain reasonable assurance as to whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the financial position of the school jurisdiction as at August 31, 2002 and the result of its operations, changes in cash flows, net assets and capital allocations for the year then ended in accordance with generally accepted accounting principles.

Our audit was conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The supplementary information included in Schedules A through G is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such supplementary information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

Ponoka, Alberta
November 29, 2002

Signed Rowland, Parker & Associates
Chartered Accountants

School Jurisdiction Code: 0054

STATEMENT OF FINANCIAL POSITION

as at August 31

(in dollars)

		2002	2001
ASSETS			
Current assets			
Cash and temporary investments		$33,768,479	$15,170,584
Accounts receivable (net after allowances)			
Province of Alberta		$308,947	$431,157
Federal Government and/or First Nations		$405,628	$361,558
Alberta municipalities		$168,290	$0
Other Alberta school jurisdictions		$2,878	$3,132
Other		$211,269	$155,001
Prepaid expenses		$485,870	$287,565
Other current assets		$3,430	$331,444
Total current assets		$35,354,791	$16,740,441
School generated assets		$916,895	$939,555
Trust assets		$606,978	$749,024
Capital assets			
Land		$541,525	$541,257
Buildings	$50,669,308		
Less: accumulated amortization	($24,185,963)	$26,483,345	$25,721,471
Equipment	$2,782,818		
Less: accumulated amortization	($2,128,489)	$654,329	$608,882
Vehicles	$6,812,245		
Less: accumulated amortization	($3,543,051)	$3,269,194	$3,083,802
Total capital assets		$30,948,393	$29,955,412
TOTAL ASSETS		$67,827,057	$48,384,432
LIABILITIES			
Current liabilities			
Bank indebtedness		$0	$0
Accounts payable and accrued liabilities			
Province of Alberta		$265,695	$321,640
Federal Government and/or First Nations		$593,673	$11,507
Alberta municipalities		$15,845	$4,184
Other Alberta school jurisdictions		$42,689	$12,446
Other		$2,123,587	$1,911,540
Deferred revenue		$1,444,552	$1,784,196
Deferred capital allocations		$19,772,858	$2,216,823
Current portion of all long term debt		$628,102	$742,213
Total current liabilities		$24,887,001	$7,004,549
School generated liabilities		$916,895	$939,555
Trust liabilities		$606,978	$749,024
Unfunded employee future benefit liability		$0	$327,815
Long term debt			
Supported:	Debentures and other supported debt	$5,168,621	$5,910,834
	Less: Current portion of supported debt	($628,102)	($742,213)
Unsupported:	Debentures and Capital Loans	$0	$0
	Capital Leases	$0	$0
	Mortgages	$0	$0
	Less: Current portion of unsupported debt	$0	$0
Unamortized capital allocations		$20,926,773	$19,392,288
Total long term liabilities		$26,991,165	$26,577,303
TOTAL LIABILITIES		$51,878,166	$33,581,852
NET ASSETS			
Unrestricted net assets		$1,459,698	$1,759,966
Operating Reserves		$6,911,609	$6,029,150
Accumulated Operating Surplus (Deficit)		$8,371,307	$7,789,116
Investment in capital assets		$4,853,000	$4,652,290
Capital Reserves		$2,724,584	$2,361,174
Total Capital Funds		$7,577,584	$7,013,464
Total net assets		$15,948,891	$14,802,580
TOTAL LIABILITIES AND NET ASSETS		$67,827,057	$48,384,432

School Jurisdiction Code: 0054

STATEMENT OF REVENUES AND EXPENSES

for the Year Ended August 31

(in dollars)

	Actual 2002	Budget 2002 (1)	Actual 2001 (2)
REVENUES			
Alberta Learning	$48,272,498	$50,096,242	$48,232,741
Alberta Infrastructure	$2,504,873	$1,679,815	$673,579
Alberta Finance	$552,047	$598,291	$628,064
Other Government of Alberta	$300,409	$244,300	$230,804
Federal Government and/or First Nations	$1,453,103	$1,272,473	$1,496,901
Other Alberta school authorities	$6,000	$32,165	$0
Out of province local authorities	$0	$0	$0
Alberta Municipalities (excluding supplementary requisitions)	$214,417	$230,786	$222,751
Instruction resource fees	$709,694	$642,021	$673,708
Transportation fees	$93,572	$115,000	$93,010
Other sales and services	$874,241	$314,020	$593,114
Investment income	$444,434	$384,000	$642,126
Gifts and donations	$50,662	$7,000	$5,611
Rentals of facilities	$18,715	$15,782	$16,407
Net school generated funds	$156,009	$120,000	$126,893
Gains on disposal of capital assets	$13,410	$7,500	$10,860
Amortization of capital allocations	$1,542,241	$1,575,224	$1,583,066
Total Revenues	$57,206,325	$57,334,619	$55,229,635
EXPENSES			
Certificated salaries	$27,338,629	$28,808,278	$25,950,585
Certificated benefits	$3,012,586	$2,551,323	$2,782,833
Uncertificated salaries and wages	$10,367,152	$9,850,572	$9,249,743
Uncertificated benefits	$1,993,452	$2,130,046	$1,686,718
Services, contracts and supplies	$10,479,547	$13,097,827	$10,152,183
Net school generated funds	$156,009	$120,000	$126,893
Capital and debt services			
Amortization of capital assets			
Supported	$1,542,241	$1,575,224	$1,583,066
Unsupported	$701,411	$661,478	$634,168
Total Amortization of capital assets	$2,243,652	$2,236,702	$2,217,234
Interest on capital debt			
Supported	$552,047	$598,291	$628,064
Unsupported	$0	$0	$0
Total Interest on capital debt	$552,047	$598,291	$628,064
Other interest charges	$179	$100	$1,024
Losses on disposal of capital assets	$0	$0	$0
Total Expenses	$56,143,253	$59,393,139	$52,795,277
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES BEFORE FUNDING ALLOCATED FOR CAPITAL PURPOSES	$1,063,072	($2,058,520)	$2,434,358
Block BQRP revenue used for capital purposes	$0	$0	$0
Block MOD revenue used for capital purposes	$0	$0	$0
1999 One-time grant revenue used for capital purposes	$83,239	$0	$80,544
SURPLUS (DEFICIT) OF REVENUES OVER EXPENSES	$1,146,311	($2,058,520)	$2,514,902

Note (1) 2001-2002 budget numbers as restated or taken from the finalized Budget Report pursuant to section 147(2)(b) of the School Act.

Note (2) 2000-2001 actuals as restated or taken from the finalized audited financial statements pursuant to Section 147(2)(a) of the School Act.

School Jurisdiction Code: 0054

STATEMENT OF CASH FLOWS

for the Year Ended August 31

(in dollars)

		2002	2001
CASH FLOWS FROM:			
A. OPERATIONS			
Surplus (deficit) of revenues over expenses for the year		$1,146,311	$2,514,902
Add (Deduct) items not requiring cash:			
Amortization of capital allocations revenue		($1,542,241)	($1,583,066)
Total amortization expense		$2,243,652	$2,217,234
Gains on disposal of capital assets		($13,410)	($10,860)
Losses on sale of capital assets		$0	$0
Changes in accrued accounts:			
Accounts receivable		($146,164)	$352,399
Prepaids and other current assets		$129,709	($161,669)
Payables and accrued liabilities		$780,172	$759,778
Deferred revenue		($339,644)	($377,770)
Unfunded employee future benefit expense (recovery)		($327,815)	$177,236
Other (e.g. change in net trust liabilities)			
Total sources (uses) of cash from Operations		$1,930,570	$3,888,184
B. INVESTING ACTIVITIES			
Purchases of capital assets			
Land		($268)	($33,438)
Buildings		($2,346,005)	($147,193)
Equipment		($228,406)	($175,176)
Vehicles		($661,954)	($722,043)
Proceeds from disposal of capital assets		$13,410	$10,860
Other (describe)		$0	$0
Total sources (uses) of cash from Investing activities		($3,223,223)	($1,066,990)
C. FINANCING ACTIVITIES			
Capital allocations received		$19,890,548	$2,287,747
Issue of long term debt		$0	$0
Repayment of long term debt		($742,213)	($845,226)
Add back: supported portion		$742,213	$845,226
Total sources (uses) from Financing activities		$19,890,548	$2,287,747
Net sources (uses) of cash equivalents* during year		$18,597,895	$5,108,941
Cash Equivalents at the beginning of the year		$15,170,584	$10,061,643
Cash Equivalents at the end of the year	$33,768,479	$33,768,479	$15,170,584

Note: Cash equivalents consist of:
- cash and temporary investments
- bank indebtedness

School Jurisdiction Code: 0

STATEMENT OF CHANGES IN NET ASSETS
for the Year Ended August 31, 2002
(in dollars)

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)	(14)	(15)
	TOTAL	INVESTMENT	UNRESTRICTED	TOTAL RESTRICTED	RESTRICTED NET ASSETS										
					School Based		Alberta Infrastructure			Board & System Admin.		Transportation		External Services	
	NET ASSETS (Columns 2+3+4	IN CAPITAL ASSETS	NET ASSETS	NET ASSETS Columns 5 to 15	Unsupported Operating Reserves	Unsupported Capital (Vehicle Equip) Reserves	Unsupported O& M Operating Reserves	Supported School (Bldg/Land) Capital Reserves	Unsupported Capital (Bldg. Vehicle Equip) Reserves	Unsupported Operating Reserves	Unsupported Capital (Bldg. Vehicle Equip) Reserves	Unsupported Operating Reserves	Unsupported Capital (Bldg. Vehicle Equip) Reserves	Unsupported Operating Reserves	Unsupported Capital (Bldg. Vehicle Equip) Reserves
Balance at August 31, 2001	$14,802,580	$4,652,290	$1,759,966	$8,390,324	$4,474,035	$0	$714,245	$0	$0	$297,569	$1,802,564	$543,301	$558,610	$0	$0
Prior period adjustments (describe)															
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
Adjusted Balance, Aug. 31, 2001	$14,802,580	$4,652,290	$1,759,966	$8,390,324	$4,474,035	$0	$714,245	$0	$0	$297,569	$1,802,564	$543,301	$558,610	$0	$0
Surplus(def) of revenue over expenses	$1,146,311		$1,146,311												
Block BORP funded capital transactions		$0	$0												
Block MOD funded capital transactions		$0	$0												
Board funded capital transactions		$902,121	($83,507)	($818,614)	($121,878)	$0	($40,308)		$0	($21,603)	$0	($634,625)	$0	$0	$0
Donations of non-amortizable assets	$0	$0													
Amortization of capital assets		($2,243,652)	$2,243,652												
Amortization of capital allocations		$1,542,241	($1,542,241)												
Disposal of unsupported capital assets		$0	($13,410)	$13,410		$0			$888		$0		$12,522		$0
Disposal of supported capital assets	$0	$0	$0	$0				$0							
Debt principal payments (unsupported)		$0	$0	$0	$0	$0	$0	$0	$0	$0	$0				
Net transfers to operating reserves			($2,147,722)	$2,147,722	$502,016	$0	$419,819	$0	$0	$204,549	$0	$1,021,338	$0	$0	$0
Net transfers from operating reserves			$96,649	($96,649)	($83,239)	$0	($888)	$0	$0	$0	$0	($12,522)	$0	$0	$0
Net transfers to capital reserves			$0	$0	$0	$0	$0	$0	$0	$0	$350,000	($350,000)	$0	$0	$0
Net transfers from capital reserves	$0		$0	$0	$0	$0	$0	$0	$0	$0		$0	$0	$0	$0
Balance at August 31, 2002	$15,948,891	$4,853,000	$1,459,698	$9,636,193	$4,770,934	$0	$1,092,868	$0	$888	$480,515	$2,152,564	$567,292	$571,132	$0	$0

School Jurisdiction Code: 0054

STATEMENT OF CAPITAL ALLOCATIONS
(SUPPORTED CAPITAL FINANCING ONLY)
for the Year Ended August 31, 2002

(in dollars)

		Deferred Capital Allocations	Unamortized Capital Allocations
Balance at August 31, 2001		$2,216,823	$19,392,288
Add:			
Capital allocations from:	AB Infrastructure - New/Modernization Projects	$19,534,613	
	Other Government of Alberta	$0	
	Federal Government and/or First Nations	$0	
	Alberta Municipalities	$0	
	Other Alberta school jurisdictions	$0	
	Other	$0	
Interest earned on provincial government capital allocations		$355,935	
Other capital grants and donations		$0	
Insurance proceeds		$0	
Donated capital assets (depreciable, at Fair Market Value)			$0
Transferred in capital assets (depreciable, at Net Book Value)			
Current Year Debenture Principal Repayment			$742,213
Expended capital allocations - current year		($2,334,513)	$2,334,513
Less:			
Unamortized Capital Allocation affected by a disposal through transfer out			$0
Capital allocations amortized to revenue			$1,542,241
Balance at August 31, 2002		$19,772,858	$20,926,773

WOLF CREEK SCHOOL DIVISION #72

Notes to Financial Statements
August 31, 2002

1. Authority and Purpose

The School Division delivers education programs under the authority of the School Act, Chapter S-3.1, Statues of Alberta, 1988.

The School Division receives block allocation for Instruction, Support and Capital purposes under Regulation 72/95. The Regulation limits funding and expenses for administration. It permits the School Division within specific limits, to reallocate funding between the instruction and support blocks.

2. Summary of Significant Accounting Policies

These financial statements are prepared in accordance with generally accepted accounting principles with the significant accounting policies being as follows:

a) Revenue Recognition

Revenue is recognized as follows:

Instruction and support allocations are recognized in the year to which they relate.

Fees for services related to courses and programs are recognized as revenue when such courses and programs are delivered.

Capital allocations from the province or other agencies are recorded as deferred capital contributions until spent. Once spent, they are transferred to unamortized capital allocations which are amortized to revenue on the same basis as the capital asset acquired by the grant.

Unrestricted donations are recognized as revenue when received or receivable. Donations in kind are recorded at fair market value when reasonably determinable.

Externally restricted contributions are deferred and recognized as revenue in the period in which the restriction is complied with. Endowment funds which are to be retained as net assets are recorded as direct increases in trust assets and liabilities.

b) Capital Assets

Capital assets are recorded at cost and amortized over their estimated useful lives on a straight line basis at the following rates:

Buildings	2.5% to 4%
Equipment and Furnishings	10% and 20%
Vehicles and buses	10% and 20%

Only capital assets with costs in excess of $5,000 are capitalized. Any allocations received for asset additions are amortized over the same period as the related asset.

WOLF CREEK SCHOOL DIVISION #72

Notes to Financial Statements
August 31, 2002

Summary of Significant Accounting Policies (continued...)

c) Inventories

Inventories are recorded at the lesser of cost and net realizable value.

d) School Generated Funds

Funds generated from school based activities are included as assets, liabilities, revenues and expenses of the school jurisdiction because the accountability and control/ownership of these funds rests with school jurisdiction officials or their appointee(s).

e) Vacation Pay

Vacation pay is recorded when earned.

f) Contributed Services

Volunteers assist schools operated by the School Division in carrying out certain activities. Because of the difficultly of determining their fair value and of the fact that such assistance is generally not otherwise purchased, contributed services are not recognized in the financial statements.

g) Pension Obligation

Pension costs included in these statement comprise the cost of employer contributions for current service of employees during the year.

The school board participates in the multi-employer pension plan, Local Authorities Pension Plan. The Expense for this pension plan is equivalent to the annual contributions of $ 339,981 for the year ended August 31, 2002.

h) Prepaid Expenses

Certain expenditures incurred and paid before the close of the school year are for specific school supplies, which will be consumed subsequent to the year-end, and are accordingly recorded as prepaid expenses. Certain insurance expenses fall into this category.

i) Financial Instruments

The jurisdiction=s financial instruments consist of cash, accounts receivable, accounts payable, accrued liabilities, and long-term debt. It is management=s opinion that the jurisdiction is not exposed to significant interest, currency or credit risks arising from these financial instruments. Unless otherwise noted, the fair values of these financial instruments approximate their carrying values. The jurisdiction has invested surplus funds in accordance with Section 44 of the School Act and Section 5 of the Trustees Act.

j) Operating and Capital Reserves

Reserves are established at the discretion of the Board of Trustees of the jurisdiction or externally, to set aside funds for operating and for future capital expenditures. Such reserves are appropriations of accumulated surplus.

k) Employee Future Benefits

The jurisdiction accounted for the future cost of employee benefits commencing in the 2000/2001 school year using the retroactive approach. There is no financial impact on the jurisdiction at this time.

l) Early Retiring Incentive Payouts

The Wolf Creek School Division implemented an early retirement incentive plan during it=s fiscal year ending August 31, 1999. It is the school jurisdiction=s policy to defer the entire amount of early retirement incentive payouts incurred during the year to the immediate subsequent fiscal year. The basis on which this policy is formulated is that such costs should be properly matched to the period in which a reduction in teacher salary costs is realized due to the replacement of long term tenure teachers with lower paid replacements. Early retirement incentive costs deferred in the previous fiscal year and expensed in the current fiscal year amounted to $327,815. Effective August 31, 2001, the early retirement incentive plan was terminated.

WOLF CREEK SCHOOL DIVISION #72

Notes to Financial Statements
August 31, 2002

3. Accounts Receivable

	2002	2001
Province of Alberta	308,947	431,157
Federal Government	405,628	361,558
Alberta Municipalities	168,290	-
Other Alberta school jurisdictions	2,878	3,132
Other	211,269	155,001
	1,097,012	950,848

4. Internally Restricted Net Assets

Net assets may be restricted by authorization of the Board of Trustees for future capital expenditures and future operating expenditures. The amounts are established and expended in accordance with terms and conditions established by the board.

Operating Reserves	2001	Appropriated	Used	2002
School	4,474,035	502,016	(205,117)	4,770,934
Operations and maintenance	714,245	419,819	(41,196)	1,092,868
Board & system administration	297,569	204,549	(21,603)	480,515
Transportation	543,301	1,021,338	(997,347)	567,292
	6,029,150	2,147,722	(1,265,263)	6,911,609

Capital Reserves (Building, Vehicle and Equipment)	2001	Appropriated	Used	2002
Board and System Administration	1,802,564	350,000	-	2,152,564
Transportation	558,610	12,522	-	571,132
Alberta Infrastructure	-	888	-	888
	2,361,174	363,410	-	2,724,584

WOLF CREEK SCHOOL DIVISION #72

Notes to Financial Statements
August 31, 2002

5. Capital Assets

Asset	Cost	Accumulated Amortization	Net Book Value	
			2002	2001
Land	541,525	-	541,525	541,257
Buildings	50,669,308	24,185,963	26,483,345	25,721,471
Vehicles	6,812,245	3,543,051	3,269,194	3,083,802
Equipment	2,782,818	2,128,489	654,329	608,882
Total	60,805,896	29,857,503	30,948,393	29,955,412

6. Accounts Payable and Liabilities

		2002	2001
Province of Alberta	$	265,695	321,640
Federal Government		593,673	11,507
Alberta Municipalities		15,845	4,184
Other Alberta School Jurisdictions		42,689	12,446
Other Trade payables and accrued liabilities		2,123,587	1,911,540
Total	$	3,041,489	2,261,317

7. Deferred Revenue

		2002	2001
BQRP project funding	$	1,052,710	365,659
Technology Integration Funding		-	310,847
One time grant funding		177,750	405,254
Energy cost reduction grant		-	412,903
Other		214,092	289,533
Total	$	1,444,552	1,784,196

WOLF CREEK SCHOOL DIVISION #72

Notes to Financial Statements
August 31, 2002

8. Allocations from Province of Alberta

		2002 Actual	2002 Budget	2001 Actual
Alberta Learning	$	48,272,498	50,096,242	48,232,741
Alberta Infrastructure		2,504,873	1,679,815	673,579
Alberta Treasury		552,047	598,291	628,064
Other Government of Alberta		300,409	244,300	230,804
Total	$	51,629,827	52,618,648	49,765,188

9. Other Income

		2002 Actual	2002 Budget	2001 Actual
Rentals of facilities	$	18,715	15,782	16,407
Gains on disposal of capital assets		13,410	7,500	10,860
Gifts and donations		50,662	7,000	5,611
Total	$	82,787	30,282	32,878

10. Trust Assets and Liabilities

		2002	2001
Deferred salary leave plan	$	73,841	71,840
Scholarship trusts		264,676	250,556
Student health initiative trust (banker board)		268,461	426,628
Total	$	606,978	749,024

11. Long Term Debt

1. Debenture Debt - Supported

The debenture debt bears interest at rates varying between 6% and 12%. The debenture debt is fully supported by Alberta Treasury. The current portion of long-term debt consists entirely of amounts payable by Alberta Treasury on supported debt; therefore, the working capital (current assets minus current liabilities) is understated by this amount. Debenture principal payments due over the next five years and beyond are as follows:

		Principal
2002-2003	$	628,102
2003-2004		495,342
2004-2005		412,413
2005-2006		400,095
2006-2007		353,295
2007 to maturity		2,879,374
Total		5,168,621

2. Capital Leases - Unsupported

There are currently no capital leases held by the jurisdiction

12. Deferred Capital Allocations

Capital allocations received for qualifying capital projects initiated by the jurisdiction have been capitalized. These allocations are amortized on a basis consistent with the capital asset that the allocation funded. Details of the changes in the deferred capital allocations account are as follows:

		2002	2001
Balance beginning of year	$	2,216,823	26,458
Allocations received and receivable during the year		19,890,546	2,287,746
Transfers to unamortized capital allocations (Note 13)		(2,334,511)	(97,381)
Balance end of year	$	19,772,858	2,216,823

WOLF CREEK SCHOOL DIVISION #72

Notes to Financial Statements
August 31, 2002

13. Unamortized Capital Allocations

Unamortized capital allocations (UCA) represents the jurisdiction=s net investment in capital assets (other than land and equipment) purchased prior to September 1, 1995. The total debenture payments increase the balance in the UCA account, with the amortization expense on related assets acting as a deduction to the account. Transfers from the deferred capital allocation account also increase the balance in the UCA account. Details of the changes to the account are as follows:

		2002	2001
Balance beginning of year	$	19,392,288	20,032,747
Additions: supported debenture principal repayments		742,213	845,226
Transfer from deferred capital allocations (Note 12)		2,334,511	97,381
Deductions: capital allocation revenue		(1,542,241)	(1,583,066)
Balance end of year	$	20,926,771	19,392,288

14. School Generated Funds

		2002	2001
Balance beginning of year	$	939,555	802,144
Source of School Generated Funds (SGF)			
SGF for the year		1,474,844	1,534,056
Less: Costs of generating SGF		(1,397,603)	(1,382,140)
Donations received		56,108	112,388
Net SGF available for the year		1,072,904	1,066,448
Application of Net SGF			
Less: Net SGF expended for the year		(156,009)	(126,893)
Balance, End of year		916,895	939,555

15. One Time Grant Revenue

In 1999, Alberta Learning announced a One-Time Grant as a major investment in education. The jurisdiction=s share of this One-Time funding was $2,182,275. Of this amount, the Board designated $247,323 for capital additions. There is $42,225 in funds remaining at year-end.

16. Contingencies

Contingent Asset

A. The jurisdiction is a member of a reciprocal insurance exchange called ALAIRE. A portion of the premiums paid each year represents equity contributions to the insurance fund. These payments have been recorded as expenditures in the financial statements as the value of equity is subject to liability claims and is not an asset that the jurisdiction can liquidate.

B. The Wolf Creek School Division, together with several of it=s employees, have been named as defendants in a lawsuit whereby the plaintiff is seeking damages in the amount of $250,000. As the likelihood of the outcome and potential damages, if any, ensuing from this lawsuit are not determinable at the date of reporting, no provision has been made in the financial statements for any costs associated with this lawsuit.

17. Commitments and Contractual Obligations

A. Leases:

The school jurisdiction has entered into various operating leases for certain equipment and real estate. Annual rentals payable under long term lease agreements are as follows for the year ending in:

2002/2003		208,823
2003/2004		195,555
2004/2005		122,582
2005/2006		80,442
	$	607,402

B. Contractual Obligations:

The school division has entered into contracts with various companies to provide janitorial and building climate control services. The annual cost of the contracts over their remaining terms is as follows:

Fiscal Year		Amount of Obligation
2002/2003	$	1,201,659
2003/2004		371,397
2004/2005		140,866
2005/2006		144,030

The school division has also entered into contracts with various contractors to provide busing services for students. The annual cost of the busing contracts over the remaining terms of the contracts is as follows:

2002/2003	$	414,300
2003/2004		414,300

During the year, the Wolf Creek School Division renegotiated several key labour contracts with its teaching and administrative staff committing to pay increases effective into the subsequent fiscal year as follows:

	Pay Increase %	
Effective Date of Increase	Teacher=s Collective Agreement	Support Staff
September 1, 2002	3.75%	6.00%
March 1, 2002	3.50%	

18. Budget Amounts

The budget was prepared by the School jurisdiction management with approval granted by the Board of Trustees. It is presented for information purposes only and has not been audited.

19. Comparative Figures

The Budget 2002 and Actual 2001 comparative figures have been reclassified where necessary to conform to Actual 2002 presentation.

SCHEDULE A to the AFS
ALLOCATION OF REVENUES AND EXPENSES TO PROGRAMS - 2001-200:

School Jurisdiction Code: 0054

REVENUES	TOTAL	Early Childhood Services	Total Instruction (Grades 1 to 12)	Operations and Maintenance of Schools & Maintenance Shops	Transportation	Board & System Adminstration			External Services
						Board Governance	System Admintration	Total Board & System Admin.	
Alberta Learning allocations									
(1) Instruction block	$38 027 849	$2 620 417	$35 407 432						
(2) Support block	$8 661 086			$2 663 279	$4 139 085			$1 858 722	
(3) Instruction & support block reallocations	$0	($389 890)	$408 095	$0	$30 279			($48 484)	$0
(4) Alberta Initiative for School Improvement (AISI)	$1 035 900	$0	$1 035 900						
(5) Student Health Initiative (SHI)	$253 006	$0	$185 507						$67 499
(6) Teacher Salary Enhancement (TSE)	$1 149 337	$0	$1 149 337					$0	$0
(7) Regional Assessment Services (4 boards only)	$0								$0
(8) Regional P.D. Consortium (6 boards only)	$0								$0
(9) Other Alberta Learning revenues	($854 680)	$0	($856 680)	$2 000	$0			$0	$0
(10) **Total Alberta Learning Revenue**	$48 272 498	$2 230 527	$37 329 591	$2 665 279	$4 169 364			$1 810 238	$67 499
Alberta Infrastructure									
(11) Expensed Block Mod. Block BQRP support	$591 464		$0	$591 464					
(12) Operations and Maintenance support	$1 913 409			$1 913 409					
(13) **Total Alberta Infrastructure Revenue**	$2 504 873		$0	$2 504 873					
(14) **Alberta Finance**	$552 047		$0	$552 047	$0			$0	
(15) **Other - Government of Alberta**	$300 409	$0	$290 609	$9 800	$0			$0	$0
(16) **Federal Government and/or First Nations**	$1 453 103	$25 476	$1 243 204	$134 398	$0			$50 025	$0
(17) **Other Alberta school authorities**	$6 000	$0	$6 000	$0	$0			$0	$0
(18) **Out of province local authorities**	$0	$0	$0	$0	$0			$0	$0
(19) **Alberta municipalities (excl. supplementary requisitions)**	$214 417	$0	$214 417	$0	$0			$0	$0
(20) **Instruction resource fees**	$709 694	$15 033	$694 661						
(21) **Transportation fees**	$93 572				$93 572				
(22) **Other sales and services**	$874 241	$0	$434 759	$359 467	$5 613			$74 402	$0
(23) **Investment income**	$444 434	$0	$349 330	$40 554	$37 720			$16 830	$0
(24) **Gifts and donations**	$50 662	$0	$50 662	$0	$0				$0
(25) **Rentals of facilities**	$18 715	$0	$8 615	$10 100	$0			$0	$0
(26) **Net school generated funds**	$156 009		$156 009					$0	
(27) **Gains on disposal of capital assets**	$13 410	$0	$0	$888	$12 522			$0	$0
(28) **Amortization of capital allocations**	$1 542 241		$33 223	$1 509 018	$0				
(29) **TOTAL REVENUES** $57 206 325	$57 206 325	$2 271 036	$40 811 080	$7 786 424	$4 318 791			$1 951 495	$67 499
EXPENSES									
(30) **Certificated salaries**	$27 338 629	$764 070	$26 137 475				$437 084	$437 084	$0
(31) **Certificated benefits**	$3 012 586	$82 879	$2 896 866				$32 841	$32 841	$0
(32) **Uncertificated salaries and wages**	$10 367 152	$900 102	$5 794 328	$1 274 087	$1 707 651	$90 692	$545 807	$636 499	$54 485
(33) **Uncertificated benefits**	$1 993 452	$174 057	$1 204 760	$253 285	$248 757	$9 731	$98 291	$108 022	$4 571
(34) **SUB - TOTAL**	$42 711 819	$1 921 108	$36 033 429	$1 527 372	$1 956 408	$100 423	$1 114 023	$1 214 446	$59 056
(35) **Services, contracts & supplies**	$10 479 547	$380 207	$4 343 332	$3 849 643	$1 365 601	$173 816	$358 505	$532 321	$8 443
(36) **Cost recoveries & transfers (must balance to zero)**	$0	($30 279)	$126 310	($71 475)	($24 556)	$0	$0	$0	$0
(37) **Net school generated funds**	$156 009		$156 009						
Capital and debt services									
Amortization of capital assets									
(38) Supported	$1 542 241	$0	$33 223	$1 509 018	$0	$0	$0	$0	$0
(39) Unsupported	$701 411	$0	$120 405	$71 535	$466 713	$0	$42 758	$42 758	$0
(40) Total Amortization	$2 243 652	$0	$153 628	$1 580 553	$466 713	$0	$42 758	$42 758	$0
Interest on capital debt									
(41) Supported	$552 047	$0	$0	$552 047	$0	$0	$0	$0	$0
(42) Unsupported	$0	$0	$0	$0	$0	$0	$0	$0	$0
(43) Other interest charges	$179	$0	$0	$0	$0	$0	$179	$179	$0
(44) Losses on disposal of capital assets	$0	$0	$0	$0	$0	$0	$0	$0	$0
(45) **TOTAL EXPENSES** $56 143 253	$56 143 253	$2 271 036	$40 812 708	$7 438 140	$3 764 166	$274 239	$1 515 465	$1 789 704	$67 499
(46) Surplus(deficit) Before Funding Allocated for Capital Purposes	$1 063 072	$0	($1 628)	$348 284	$554 625			$161 791	$0
TOTAL applicable number of students/children	7 809	548	7 535	7 809	5 547			7 809	
AVERAGE PROGRAM COSTS per applicable student/child	$7 190	$4 144	$5 416	$953	$679			$229	

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SCHEDULE B1 to the AFS
INSTRUCTION Grades 1 to 12 Program 2001-2002 Expenses

EXPENSES	INSTRUCTION (Grades 1 to 12)							
	All Student Instruction	School Admin. & Instruction Support	System Instruction Support	Mildly & Moderately Disabled and Gifted & Talented	Severely Disabled	Alberta Initiative for School Improvement	Student Health Initiative	Total Instruction (Grades 1 to 12)
Certificated salaries	$20 697 601	$2 250 835	$0	$1 646 239	$833 124	$709 676	$0	$26 137 475
Certificated benefits	$2 309 628	$222 403	$0	$188 621	$99 186	$77 028	$0	$2 896 866
Uncertificated salaries and wages	$1 370 620	$2 236 285	$0	$650 913	$1 264 984	$111 410	$160 116	$5 794 328
Uncertificated benefits	$292 275	$459 870	$0	$133 436	$269 097	$22 525	$27 557	$1 204 760
SUB - TOTAL REMUNERATION	$24 670 124	$5 169 393	$0	$2 619 209	$2 466 391	$920 639	$187 673	$36 033 429
Services, contracts & supplies	$3 477 538	$524 860	$0	$46 375	$167 866	$127 532	($839)	$4 343 332
Cost recoveries & transfers	$126 310	$0	$0	$0	$0	$0	$0	$126 310
Net school generated funds	$156 009							$156 009
Amortization of capital assets								
Supported	$33 223	$0	$0	$0	$0	$0	$0	$33 223
Unsupported	$120 405	$0	$0	$0	$0	$0	$0	$120 405
Total Amortization	$153 628	$0	$0	$0	$0	$0	$0	$153 628
Interest on capital debt								
Supported	$0	$0	$0	$0	$0	$0	$0	$0
Unsupported	$0	$0	$0	$0	$0	$0	$0	$0
Other interest charges	$0	$0	$0	$0	$0	$0	$0	$0
Losses on disposal of capital assets	$0	$0	$0	$0	$0	$0	$0	$0
TOTAL EXPENSES	$28 583 609	$5 694 253	$0	$2 665 584	$2 634 257	$1 048 171	$186 834	$40 812 708
FTE Certificated				29	17			
FTE Uncertificated				24	59			

SCHEDULE B2 to the AFS
INSTRUCTION Grades 1 to 12 Program 2001-2002

	AB LEARNING INSTRUCTION BLOCK REVENUE	ALBERTA LEARNING OTHER REVENUE	NON-ALBERTA LEARNING REVENUE	INSTRUCTION BLOCK REALLOCATION	TOTAL REVENUE	TOTAL EXPENSES	NET
Basic Instruction	$30 925 231	$1 514 064	$2 668 828	$408 095	$35 516 218	$29 959 086	$5 557 132
School Admin & Instruction Support Expenses						$5 694 253	($5 694 253)
System Instruction Support Expenses						$0	$0
Total Basic Instruction	$30 925 231	$1 514 064	$2 668 828	$408 095	$35 516 218	$35 653 339	($137 121)
Sub-Programs & Initiatives							
Severely Disabled	$2 532 521		$114 409		$2 646 930	$2 634 257	$12 673
English as a Second Language	$72 922				$72 922	$88 219	($15 297)
Enhanced Opportunities	$0				$0	$0	$0
Native Education Project	$85 763		$0		$85 763	$93 604	($7 841)
Institutional Programs	$252 943				$252 943	$312 810	($59 867)
Sparsity & Distance	$506 690				$506 690		$506 690
Growth & Density	$166 151				$166 151		$166 151
Teacher Assistants Program	$138 278				$138 278	$171 954	($33 676)
Early Literacy Initiative (K-2)	$262 821				$262 821	$325 147	($62 326)
Learning Resources (LRC credit used)	$65 341		$694 661		$760 002	$760 002	$0
Supernet	$0				$0	$0	$0
Technology Integration	$310 847		$0		$310 847	$648 763	($337 916)
French as a Second Language(all jurisdictions)	$28 570				$28 570	$28 570	$0
Home Education	$59 354		$3 591		$62 945	$96 043	($33 098)
Emergent	$0				$0	$0	$0
Total Sub-Programs & Initiatives	$4 482 201		$812 661		$5 294 862	$5 159 369	$135 493
INSTRUCTION, GRADES 1-12 (plus Early Lit. ECS)	$35 407 432	$1 514 064	$3 481 489	$408 095	$40 811 080	$40 812 708	($1 628)

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SCHEDULE C to the AFS
SUMMARY OF REVENUE TRANSFERS
BETWEEN ALBERTA LEARNING BLOCK ALLOCATIONS - 2001-2002

	Early Childhood Services	Instruction (Grades 1 to 12)	Operations and Maintenance	Transportation	Board and System Administration	External Services
Alberta Learning block allocations - Schedule A (Lines 1 & 2)	$2,620,417	$35,407,432	$2,663,279	$4,139,085	$1,858,722	
Reallocations permitted by the "Funding for School Authorities" manual						
From instruction block to:						
(1) External Services		$0				$0
From ECS component of instruction block						
(1) Transportation (part of the 2% maximum) (Note)	($30,279)			$30,279		
(2) Operations and maintenance of schools (part of the 2% maximum) (Note)	$0		$0			
From all or part of maximum 2% of instruction block to:						
(1) Operations and maintenance of schools		$0	$0			
(2) Transportation		$0		$0		
Calculation: 2% of ***$38,027,849*** = ***$760,557*** ***($30,279)***						
From instruction block (Growth & Denisty component) to:						
(1) Operations and maintenance of schools		$0	$0			
(2) Transportation		$0		$0		
Reallocations directed by the board of trustees						
From operations and maintenance of schools block to:						
(1) Transportation			$0	$0		
(2) Instruction		$0	$0			
From transportation block to:						
(1) Operations and maintenance			$0	$0		
(2) Instruction		$0		$0		
From board and system administration block to:						
(1) Transportation				$0	$0	
(2) Operations and maintenance of schools			$0		$0	
(3) Instruction		$48,484			($48,484)	
From within the instruction block and its components:						
(1) Instruction to: Early childhood services (ECS)	$48,484	($48,484)				
(2) ECS to: Instruction	($408,095)	$408,095				
AMOUNTS REFLECTED ON SCHEDULE A (Line 3)	($389,890)	$408,095	$0	$30,279	($48,484)	$0

Note: Incremental ECS costs for transportation or O & M funded out of the instruction block should normally be recorded as a cost recovery on Schedule B rather than as a revenue transfer on this schedule.

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SCHEDULE D to the AFS

CALCULATION OF MAXIMUM ELIGIBLE EXPENSE LIMITS FOR BOARD (GOVERNANCE) AND SYSTEM ADMINISTRATION 2001-2002

STEP 1

Determine the total eligible revenue which is used as the BASE TOTAL to calculate the maximum eligible expense limits for Board and System Administration

Total Revenues (Schedule A):		
Instruction Block	- Grades ECS -12 (excluding technology integration and emergent)	$37,717,002
Support Block	- Operations & Maintenance	$2,663,279
	- Transportation	$4,139,085
SUBTOTAL		$44,519,366
Other Revenues		
Alberta Infrastructure (Operations & Maintenance)		$1,913,409
Other Alberta Learning revenues (Excluding One-Time Grant)		$0
Other - Government of Alberta (Excluding Alberta Finance)		$300,409
Federal government/First Nations		$1,453,103
Other Alberta school authorities		$6,000
Out of province local authorities		$0
Alberta municipalities		$214,417
Other sales and services		$874,241
Interest on investments		$444,434
Rentals of facilities		$18,715
Gains on disposal of capital assets		$13,410
Amortization of capital allocations		$1,542,241
School generated funds (Schedule E)		$1,474,844
BASE TOTAL FOR CALCULATING MAXIMUM EXPENSE LIMITS		**$52,774,589**

STEP 2

Calculation of maximum expense limit PERCENTAGE for Board and System Administration expenses

If "Total Net Enrolled Students" are 6,000 and over	= 4%	**4.00%**
If "Total Net Enrolled Students" are 2,000 and less	= 6%	

The Maximum Expense Limit for Board and System Administration is based on an arithmetical proration for the TOTAL FTE count for grades 1 -12, net of Home Education AND Adult students, between 2,000 to 6,000 at .0005 per FTE.

EXAMPLE: 4,500 FTE count grades 1-12 = 6,000 - 4,500 = 1,500 X .0005 = .75% plus 4% = maximum expense limit of 4.75%.

Note: Calculation unnecessary if Total FTE is 6,000 or more, and 2,000 & less.

STEP 3

Calculate maximum expense limit AMOUNTS for Board and System Administration expenses

Maximum Expense Limit percentage (Step 2) x Base Total (Step 1)		$2,110,984
Considerations for Charter Schools and Francophone Boards:		
If Charter School, enter 50,000	0	$0
If Francophone Board, enter 300,000	0	$0
(If none of these considerations apply, leave the above cells blank)		
MAXIMUM EXPENSE LIMIT		**$2,110,984**

STEP 4

Compare maximum expense limit amounts calculated in Step 3 to actual expenses (from Schedule A)

Actual Board Governance & System Administration expenses	$1,789,704
PLUS: transfers to Restricted - Operating (Board/System Administration)	$204,549
LESS: transfers from Restricted - Operating (Board/System Administration)	
TOTAL BOARD GOVERNANCE & SYSTEM ADMINISTRATION EXPENSES	$1,994,253
Maximum Expense Limit for Board & System Administration (Step 3)	$2,110,984
ACTUAL EXPENSES - OVER(UNDER) MAXIMUM EXPENSE LIMIT	-$116,731

School Jurisdiction Code: 0054

SCHEDULE E to the AFS
SOURCE & APPLICATION OF SCHOOL GENERATED FUNDS (SGF) - 2001-2002

Unexpended SGF - Opening Balance August 31, 2001		$939,555
Source of School Generated Funds:		
Total School Generated Funds for the year (Note 1)	$1,474,844	
Less: SGF - related cost recoveries (Note 2)	$1,397,603	
- capitalized at the District level	$0	
Net Total	$77,241	
Plus: Donations Received (Note 3)	$56,108	
Equals: Net Additions to SGF		$133,349
Net SGF Available for discretionary spending		$1,072,904
Net SGF revenue and Net SGF expense - per schedule A, line 26 and line 37		
Net expended SGF for discretionary purposes (Note 4)		$156,009
Unexpended SGF - Closing Balance August 31, 2002		$916,895

Note 1 Excludes fees collected pursuant to Section 60(2)(j) of the School Act (e.g. instruction materials and technology fees determined by board policy or resolution). This is the amount used to calculate the administrative cap. See Schedule E.

Note 2 These are the expenses (a) incurred in generating SGF (e.g. fundraising expenses, printing of tickets, payment to DJ at school dance; cost of goods sold for school cafeteria/servery; staffing and supplies for a dinner; raffle prizes; supplies for a car wash; book fair purchases; meals for lunch program), or (b) collected and disbursed for the benefit of individual students (e.g. cost of field trips for student activities not leading to CEU's). Monies collected for CEU-related activities are not SGF. They are recorded as instruction fees.

Note 3 Donations are restricted to cash; gifts in kind are treated as board assets, not SGF. Amounts are net of related expenses.

Note 4 Only SGF expended for discretionary purposes are recorded as revenue and expense; unexpended funds are carried forward on the balance sheet to the succeeding year. Any capital items purchased with SGF should be treated as a SGF-related cost recovery.

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SCHEDULE F to the AFS
Operations and Maintenance Program 2001-2002 Expenses

EXPENSES	Operations and Maintenance Maintenance Office & Shop Administration	Preventative Maintenance	Custodial	Fire/Security/ Safety Systems	Sites and Grounds Maintenance	Utilities and Communications	Expensed Block BQRP/Mod.	Capital & Debt Services and Transfers	Total Operations and Maintenance
Uncertificated salaries and wages	$153,098	$568,990	$524,959	$0	$27,040	$0	$0		$1,274,087
Uncertificated benefits	$30,432	$113,115	$104,362	$0	$5,376	$0	$0		$253,285
SUB - TOTAL REMUNERATION	$183,530	$682,105	$629,321	$0	$32,416	$0	$0		$1,527,372
Contracted Services	$0	$308,203	$1,332,505	$34,249	$73,243	$74,818	$0		$1,823,018
Supplies	$0	$175,791	$119,554		$0		$591,464		$886,809
Electricity						$714,419			$714,419
Natural Gas/Heating Fuel						$338,445			$338,445
Sewer and Water						$86,952			$86,952
Cost recoveries & transfers								($71,475)	($71,475)
Amortization of capital assets									
Supported								$1,509,018	$1,509,018
Unsupported	$0	$0	$0	$0	$0	$0	$0	$71,535	$71,535
Total Amortization	$0	$0	$0	$0	$0	$0	$0	$1,580,553	$1,580,553
Interest on capital debt									
Supported								$552,047	$552,047
Unsupported								$0	$0
Other interest charges								$0	$0
Losses on disposal of capital assets								$0	$0
TOTAL EXPENSES	$183,530	$1,166,099	$2,081,380	$34,249	$105,659	$1,214,634	$591,464	$2,061,125	$7,438,140
FTE Uncertificated (Board/Contract)	2.5	11.0	14.8	0.0	1.5	0.0	0.0	0.0	29.8

Notes:

Maintenance Office & Shop Administration:	Includes all maintenance office related remuneration, supplies, services and contracts.
Preventative Maintenance:	Includes all structural, architectural, mechanical and electrical maintenance items identified below. - activities required for operating and maintaining the structure, envelope, roof, parkade, ramps/fire escapes, fixed exterior walls, exterior finishes of the buildings and outside doors/other barriers - activities for purchase, installation, maintenance and repair of mechanical and electrical systems for the maintenance buildings and schools
Custodial:	Includes all the activities required for ensuring the buildings are kept in a clean and tidy condition.
Fire/Security/Safety Systems:	Includes all activities required for fire prevention/alarms systems, security personnel and alarm systems, detection systems and related safety systems for the property.
Sites & Grounds Maintenance:	Sites & Grounds Maintenance: includes all activities required for maintenance and upkeep of exterior grounds, parking lots, athletic fields including snow removal and lawn care.
Utilities & Communications:	Includes all cost related to electricity(light & power), natural gas and other heating fuels, sewer & water and all forms of communications.
Expensed Block BQRP/Mod:	Includes all non-capital activities related to Block BQRP/Modernization expensed by the jurisdiction.
Capital & Debt Services:	Includes all activities related to supported school amortization and debt interest expense. All unsupported amortization is allocated to the appropriate sub-categories.

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SCHEDULE G to the AFS
DISCLOSURE OF SALARIES AND BENEFITS - 2001-2002
(SECTION 126.1 OF THE SCHOOL ACT)

		FTE's or Individuals	Remuneration	Benefits	Allowances	Performance Bonuses	ERIP's / Other	Total	Expenses
Board of Trustees:									
Chairman									
Name Karin Engen		1	$17,681	$3,556	$0	$0	$0	$21,237	$6,734
Board Members:									
Name Anita Gillard		1	$16,215	$3,512	$0	$0	$0	$19,727	$3,629
Name Bob Huff		0.8	$14,188	$230	$0	$0	$0	$14,418	$3,184
Name Kelly Lowry		1	$15,094	$1,280	$0	$0	$0	$16,374	$2,077
Name Alice Nordgren		0.2	$1,725	$537	$0	$0	$0	$2,262	$232
Name Karen Read		1	$10,005	$371	$0	$0	$0	$10,376	$1,710
Name Harry Wit		1	$15,784	$245	$0	$0	$0	$16,029	$5,506
Name		0	$0	$0	$0	$0	$0	$0	$0
Name		0	$0	$0	$0	$0	$0	$0	$0
Name		0	$0	$0	$0	$0	$0	$0	$0
Name		0	$0	$0	$0	$0	$0	$0	$0
Subtotal		**6**	**$90,692**	**$9,731**	**$0**	**$0**	**$0**	**$100,423**	**$23,072**
Superintendent Lyle Lorenz	(2)	1	$118,000	$8,342	$0	$0	$0	$126,342	$9,865
Secretary/TreasurerLarry Schwenneker	(2)	1	$113,970	$12,950	$0	$0	$0	$126,920	$10,882
Secretary	(2)	0	$0	$0	$0	$0	$0	$0	$0
Treasurer	(2)	0	$0	$0	$0	$0	$0	$0	$0
Certificated Salaries	(1)	463	$26,892,814	$3,004,244	$0	$0	$327,815	$30,224,873	$288,387
Uncertificated Salaries & Wages	(1)	435.88	$10,162,490	$1,970,771	$0	$0	$0	$12,133,261	$110,254
TOTALS			**$37,377,966**	**$5,006,038**	**$0**	**$0**	**$327,815**	**$42,711,819**	**$442,460**
							Sub-Total of Salaries and Benefits from Schedule A:	$42,711,819	

Notes: Please refer to completion information on page 15.

(1) Full time equivalents (FTE's)

(2) Employed or contracted

School Jurisdiction Code: 0054

SCHEDULE G1 to the AFS
DISCLOSURE OF SALARIES AND BENEFITS *(SECTION 148.1 OF THE SCHOOL ACT)*
COMPLETION INFORMATION

(1) Salary and benefits consist of and agree with the amounts properly recorded in the school jurisdiction's payroll records and related object codes for salaries, wages and benefits.

(2) **Remuneration** includes regular base salaries, administrative allowances, overtime, lump sum payments EXCEPTING TERMINATION BENEFITS (See #10A below), honoraria, deferred salary leave accruals and any other direct cash remuneration EXCEPTING PERFORMANCE PAY (See #10 below).

(3) Certificated salaries include the aggregate of all payments for certificated staff regardless of the length, nature or definition of the employment agreement. The number of full time equivalent staff should be measured as at September 30.

(4) Uncertificated salaries and wages should be measured in terms of the number of individuals employed as at September 30.

(5) Salary and benefits information should be the aggregate amount covering the same fiscal period as the audited financial statements.

(6) Salary must include deferred salary accruals.

(7) Salary includes only payments for services subject to an employer-employee relationship.

(8) **Benefits** include the employer's share of all employee benefits and contributions or payments made on behalf of employees including retirement pensions, Canada pension plan (CPP), employment insurance (EI), health care, dental coverage, vision coverage, out of country medical benefits, group life insurance, accidental disability and dismemberment insurance, long and short term disability plans.

(9) **Allowances** include all monies paid to an employee as miscellaneous **negotiated** allowances. This category will include car or travel allowances, isolation allowances, relocation expenses, sabbaticals, special leave with pay, financial and retirement planning services, and club memberships. ADMINISTRATIVE ALLOWANCES are included in **Remuneration**.

(10) **Performance Bonuses** include those monies paid to employees of the school authority that are tied to the achievement of some specifed goal or objective.

(10A) **Other** includes termination benefits ((severance pay, retiring allowances (ERIP's), sick leave and other settlement costs due to loss of employment).

(11) **Expenses** will include the reimbursements of travel, subsistence, moving costs, conference fees, etc., paid by the employee **or on his/her behalf** in performing the responsibilities of employment.

(12) The superintendent's remuneration is in terms of one individual who is the Chief Executive Officer. Benefits for the superintendent do not include Alberta Learning contributions to the Teachers Retirement Fund pension plan.

(13) A position should include salary, benefits and allowances earned by an individual who officially acted in a position while it was vacant. If a position was vacant and no one acted in the position, the position should not be disclosed.

(14) Benefits and allowances need not include an amount for automobile, housing or other benefits for which a value cannot be reasonably estimated.

(15) If a position is occupied by more than one individual during a year, the aggregate salary, benefits and allowances earned by the individuals in the position should be disclosed. An explanatory note should indicate the number of individuals.